

VILLAGE OF HAWTHORN WOODS, ILLINOIS

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Year Ended
April 30, 2008

Prepared By

Finance Department

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INTRODUCTORY SECTION

VILLAGE OF HAWTHORN WOODS, ILLINOIS
LIST OF ELECTED AND APPOINTED OFFICIALS

April 30, 2008

VILLAGE OF BOARD TRUSTEES

Keith L. Hunt, Mayor

Greg Gehrke

Jim Silvers

Neil Morgan

Joanne Weick

Steve Riess

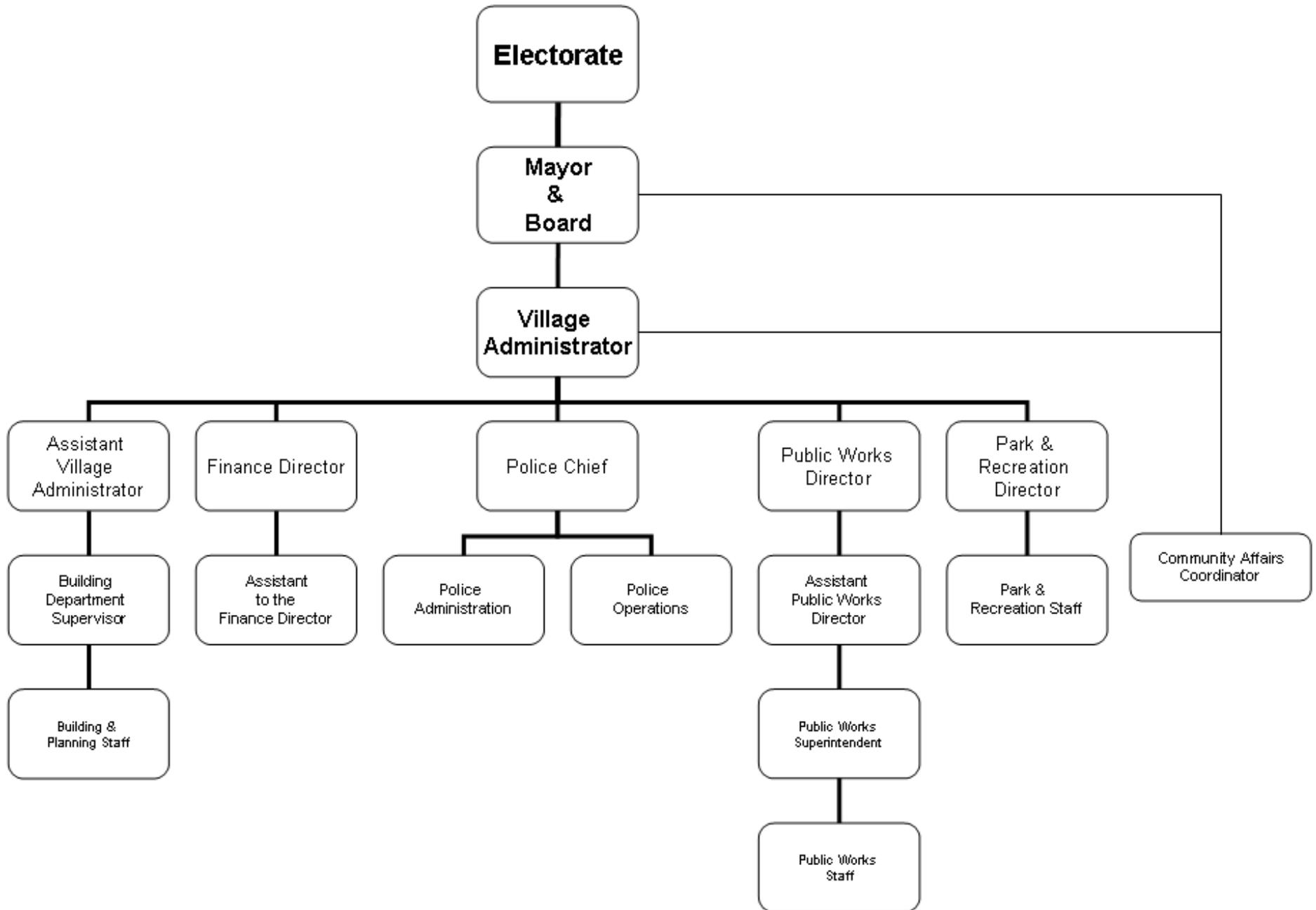
Cliff Wright

Village Clerk - Vacant

James Bassett, Village Administrator

Ron Heller, Interim Finance Director

Village of Hawthorn Woods
Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Hawthorn Woods
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
April 30, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in cursive script, reading "Oliver S. Cox".

President

A handwritten signature in cursive script, reading "Jeffrey R. Emer".

Executive Director



2 LAGOON DRIVE - HAWTHORN WOODS, ILLINOIS 60047 - (847) 438-5500 FAX 847-438-1459

February 17, 2009

To the Members of the Village Board, and Citizens of the Village of Hawthorn Woods:

The annual report for the Village of Hawthorn Woods, Illinois for the fiscal year ended April 30, 2008 is hereby submitted. The State of Illinois requires all general-purpose local governments to publish, within six months of the closing of the fiscal year, a complete set of audited financial statements presented in conformity with generally accepted auditing standards. The delay in issuing this report was due to staff turnover in the Finance department.

Responsibility for the accuracy of the data in this report and completeness of its presentation lies solely with the Village of Hawthorn Woods' management. The Village has established an internal control structure that is designed to protect the municipality's assets from loss, theft and misuse and to compile total and reliable information. As the cost of internal control should not exceed its benefits, the controls in place have been designed to provide reasonable, rather than absolute assurance, that the financial statements presented are free from material misstatements. To the best of our knowledge, this financial report is accurate and complete in all material aspects and fairly reflects the Village's financial position and results of operations of the various funds of the Village and the Village as a whole.

We are pleased to report that independent audit firm Sikich LLP has issued an unqualified opinion on the Village of Hawthorn Woods' financial statements for the year ended April 30, 2008. The independent auditor's report is located at the front of the financial section of this report.

Included with the financial statements is a narrative overview and analysis of the financial statements in the form of *Management Discussion and Analysis (MD&A)*. The MD&A complements this transmittal letter and should be read in conjunction with it. The financial statements include a view at the government-wide level, the fund level and are supplemented by notes to the financial statements.

Profile of the Government

The Village of Hawthorn Woods was incorporated on March 10, 1958 with a population of 141, which has since grown to 7,716. The Village covers an area of 7½ square miles and is located in Lake County, Illinois approximately 30 miles northwest of Chicago. Hawthorn Woods is an upscale, predominantly residential community that prides itself on the high quality of living it affords its residents. Hawthorn Woods has consistently ranked among the top Chicago area communities in per capita income and median home value. A relatively substantial amount of the 7½ square miles within the Village's boundaries is still undeveloped. The Village is actively pursuing means to spur the development, but remains steadfast in keeping its requirement to the same selective high standards it has in the past.

The Village is governed by a Board consisting of a mayor and six trustees, all of who are elected at-large on a non-partisan basis. Policy-making and legislative authority are vested in the Village Board. The board is responsible, but not limited to, passing ordinances, adopting the budget, appointing committees, and hiring both the Village Administrator and Village Attorney. The Mayor is elected to serve a four-year term and the trustees serve four-year staggered terms, with three Board members elected every other year.

The Village Administrator is responsible for administering Board policy in the day-to-day operations of the Village, which include a wide range of services. Those services include administrative, financial, police protection, public works, planning and zoning, code enforcement, and cultural events.

The Village adopts a budget annually, by no later than April 30th of each year. The budget serves as the foundation for the Village's financial planning and control. The budget is prepared by each department and submitted to the Village Administrator for review. It is reflected at a fund, function and activity level. After administrative review and adjustments, the budget is presented to the Board for final review. The Village Board holds public hearings and may add to, subtract from or change budgeted amounts.

Local Economy and Finances

The Village's main revenue stream is based on the choice location of its land and the premier value of its residential base. Property tax is a key source of revenue, but in recent years, revenue stemming from development in the form of impact fees, annexation fees, building permits, and engineering reviews have contributed a significant portion to the revenue mix.

However, the recent slowdown in the building industry has contributed significantly to a drop-off in revenue. The Village greatly depends on this revenue source and it has been a key component in supporting the increased level of spending. Throughout 2007, permit revenues were lagging behind by about 20 – 25 percent. In response, in November 2007, the Board made a series of budget cuts to reduce a projected deficit, including laying off

employees. But after the November cuts, permit revenue declined even further – by as much as 80 percent from December through February – forcing the Village to make further cuts.

Long-term Financial Planning

The budget for the eight months ended December 31, 2008 and the twelve months ended December 31, 2009 is balanced. We sharpened our pencils and went back through the budget – line by line – to review every expenditure. All Village operations have been reviewed – and this has resulted in drastic and deep cuts, including additional layoffs, eliminating elected officials’ salaries and benefits, drastically reducing the budget, freezing employee salary increases through 2008, deferring capital expenses until after 2009, cutting spending on legal expenses, deferring or eliminating technology purchases, bringing certain operations in-house and outsourcing others. Non-recurring, development-dependent fees have been removed from the general corporate fund.

Relevant Financial Policies

The Village has several policies in place to clearly set financial parameters and guidelines. Among these include a capitalization policy, investment policy, and purchase order policy. In addition, the Village is in the process of reviewing and updating its financial policies.

Major Initiatives

During FY08, the Village completed the construction of its Aquatic Center, which opened on June 24, 2007. The Aquatic Center is located on a 6 1/2 acre lot located at 94 Midlothian Drive north of Old McHenry Road and to the south of Gilmer Road. The facility features a six lane 25-yard competition pool with five foot depth, a separate diving well with a depth of 12 feet with a one and three meter diving board, a zero depth pool with two water slides and various spray features, picnic areas and a bathhouse. The pool has seating capacity of 200 and the bathhouse features a concession stand with an outdoor picnic area that seats over 75 people. Also included in the bathhouse are men’s and women’s locker rooms, and a community room available for group and private rentals.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Hawthorn Woods for its comprehensive annual report for the fiscal year ended April 30, 2007. In order to be awarded a Certificate of Achievement, the Village must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to

program standards. Such report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. I believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and it will be submitted to the GFOA to determine its eligibility for another certificate.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "Keith L. Hunt". The signature is stylized and includes a large, sweeping flourish at the end.

Keith L. Hunt
Mayor

FINANCIAL SECTION



998 Corporate Boulevard • Aurora, IL 60502

*Members of American Institute of
Certified Public Accountants &
Illinois CPA Society*

INDEPENDENT AUDITOR'S REPORT

The Honorable Village Mayor
Members of the Board of Trustees
Village of Hawthorn Woods
Hawthorn Woods, Illinois

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Village of Hawthorn Woods, Illinois (the Village), as of and for the year ended April 30, 2008, which collectively comprise the Village's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the Village's management. Our responsibility is to express opinions on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Hawthorn Woods, Illinois, as of April 30, 2008, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and other required supplementary information listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the basic financial statements taken as a whole. The combining and individual fund financial statements and schedules and supplemental data listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Village of Hawthorn Woods, Illinois. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

The introductory and statistical sections listed in the table of contents were not audited by us and, accordingly, we express no opinion thereon.

A handwritten signature in black ink, appearing to read "Sech LLP". The signature is written in a cursive, flowing style.

Aurora, Illinois
February 17, 2009

GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS

VILLAGE OF HAWTHORN WOODS, ILLINOIS

Management's Discussion and Analysis April 30, 2008

Our discussion and analysis of the Village of Hawthorn Wood's financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2008. Please read it in conjunction with the transmittal letter, which begins on page iv and the Village's financial statements, which begin on page 3.

FINANCIAL HIGHLIGHTS

- The Village's total net assets were \$20,850,369 at April 30, 2008. Unrestricted net assets (net assets used to meet ongoing operations) totaled \$14,291. Restricted net assets totaled \$5,674,297 and net assets invested in capital assets, net of related debt totaled \$15,161,781.
- The Village's net assets decreased as a result of this year's operations. While net assets of business-type activities decreased by \$743,462, or 20.0 percent, net assets of the governmental activities decreased by \$3,360,899, or 15.8 percent, due primarily to an increase in government-wide expenses from \$7,769,369 in the prior year to \$10,607,968 in the current year. The \$2,838,599 increase in expenses was compounded by a decrease in government-wide revenues due to a large prior year developer contribution.
- Capital assets net of depreciation totaled \$18,096,714 at April 30, 2008, an increase of \$2,469,583, due primarily to the building and improvements made in the Aquatics Fund.
- During the year, the Village issued \$102,809 of installment contracts for vehicle purchases. The Village also issued \$2,805,000 in revenue bonds for the building and improvements made in the Aquatics Fund.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 3-5) provide information about the activities of the Village as a whole and present a longer-term view of the Village's finances. Fund financial statements begin on page 42. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village's operations in more detail than the government-wide statements by providing information about the Village's most significant funds. The remaining statements provide financial information about activities for which the Village acts solely as a trustee or agent for the benefit of those outside of the government.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

Management's Discussion and Analysis April 30, 2008

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village's finances, in a matter similar to a private-sector business. The government wide financial statements can be found on pages 3-17 of this report.

The Statement of Net Assets reports information on all of the Village's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the Village's property tax base and the condition of the Village's infrastructure, is needed to assess the overall health of the Village.

The Statement of Activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, building and zoning, public safety, public works, and parks and recreation. The business-type activities of the Village include aquatics operations.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Village's near-term financing requirements.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

Management's Discussion and Analysis April 30, 2008

USING THIS ANNUAL REPORT – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The Village maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Parks and Recreation Fund, Special Service Area #1 Project Fund, Special Service Area #2 Project Fund, Special Service Area #3 Project Fund, and the Special Service Area #4 Project Fund, all of which are considered major funds. Data from the other two governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual appropriated budget for all of the governmental funds, except the Connection Fees nonmajor special revenue fund. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 6 - 11 of this report.

Proprietary Funds

The Village maintains one proprietary fund type: enterprise. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village utilizes enterprise funds to account for its aquatics operations.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

Management's Discussion and Analysis April 30, 2008

USING THIS ANNUAL REPORT – Continued

Fund Financial Statements – Continued

Proprietary Funds – Continued

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Aquatics Fund, which is considered to be a major fund of the Village.

The basic proprietary fund financial statements can be found on pages 12-15 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting use for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 16-17 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 18-41 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's I.M.R.F. and police employee pension obligations. Required supplementary information can be found on pages 44-49 of this report. Budgetary comparison schedules for the General Fund and Parks and Recreation Fund are also presented in the required supplementary information and can be found on pages 42 and 43. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 50-77 of this report.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

Management's Discussion and Analysis April 30, 2008

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net assets may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village of Hawthorn Woods, assets exceeded liabilities by \$20,850,369.

	Net Assets					
	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Current and Other Assets	\$ 8,480,642	\$ 11,686,310	\$ 1,057,612	\$ 2,451,370	\$ 9,538,254	\$ 14,137,680
Capital Assets	12,919,274	12,903,139	5,177,440	2,723,992	18,096,714	15,627,131
Total Assets	<u>21,399,916</u>	<u>24,589,449</u>	<u>6,235,052</u>	<u>5,175,362</u>	<u>27,634,968</u>	<u>29,764,811</u>
Long-Term Debt	309,467	253,050	2,832,393	-	3,141,860	253,050
Other Liabilities	3,212,532	3,034,880	430,207	1,459,448	3,642,739	4,494,328
Total Liabilities	<u>3,521,999</u>	<u>3,287,930</u>	<u>3,262,600</u>	<u>1,459,448</u>	<u>6,784,599</u>	<u>4,747,378</u>
Net Assets						
Invested in Capital Assets, Net of Related Debt	12,816,465	12,877,625	2,345,316	2,723,992	15,161,781	15,601,617
Restricted	5,226,866	7,427,286	447,431	-	5,674,297	7,427,286
Unrestricted (Deficit)	<u>(165,414)</u>	<u>996,608</u>	<u>179,705</u>	<u>991,922</u>	<u>14,291</u>	<u>1,988,530</u>
Total Net Assets	<u>\$ 17,877,917</u>	<u>\$ 21,301,519</u>	<u>\$ 2,972,452</u>	<u>\$ 3,715,914</u>	<u>\$ 20,850,369</u>	<u>\$ 25,017,433</u>

A large portion of the Village's net assets, \$15,161,781 or 72.7 percent, reflects its investment in capital assets (for example, land, buildings and improvements, and equipment and vehicles), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$5,674,297 or 27.2 percent, of the Village's net assets represents resources that are subject to external restrictions on how they may be used. At April 30, 2008, the Village is reporting unrestricted net assets of \$14,291. Unrestricted net assets may be used to meet the government's ongoing obligations to citizens and creditors.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

Management's Discussion and Analysis April 30, 2008

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Changes in Net Assets					
	Governmental		Business-Type		Total	
	Activities	Activities	Activities	Activities	Activities	Activities
	2008	2007	2008	2007	2008	2007
Revenues						
Program Revenues						
Charges for Services	\$ 2,040,640	\$ 1,715,196	\$ 243,291	\$ -	\$ 2,283,931	\$ 1,715,196
Operating Grants/Contrib.	211,771	192,716	-	-	211,771	192,716
Capital Grants/Contrib.	8,829	7,750,072	-	10,000	8,829	7,760,072
General Revenues						
Property Taxes	1,457,956	1,318,803	-	-	1,457,956	1,318,803
Road and Bridge Taxes	24,253	19,323	-	-	24,253	19,323
Sales Taxes	134,837	122,734	-	-	134,837	122,734
Income and Use Taxes	685,653	584,360	-	-	685,653	584,360
Replacement Taxes	1,996	1,722	-	-	1,996	1,722
Telecommunication Taxes	47,303	43,887	-	-	47,303	43,887
Other General Revenues	1,584,880	917,040	62,198	144,838	1,647,078	1,061,878
Total Revenues	6,198,118	12,665,853	305,489	154,838	6,503,607	12,820,691
Expenses						
General Government	934,205	868,301	-	-	934,205	868,301
Building and Zoning	1,364,665	999,072	-	-	1,364,665	999,072
Public Safety	1,820,217	1,605,160	-	-	1,820,217	1,605,160
Public Works	5,089,875	4,183,459	-	-	5,089,875	4,183,459
Parks and Recreation	348,662	93,776	-	-	348,662	93,776
Interest on Long-Term Debt	1,393	7,076	-	-	1,393	7,076
Aquatics	-	-	1,048,951	12,525	1,048,951	12,525
Total Expenses	9,559,017	7,756,844	1,048,951	12,525	10,607,968	7,769,369
Change in Net Assets						
Before Transfers	(3,360,899)	4,909,009	(743,462)	142,313	(4,104,361)	5,051,322
Transfers	-	-	-	-	-	-
Change in Net Assets	(3,360,899)	4,909,009	(743,462)	142,313	(4,104,361)	5,051,322
Net Assets-Beginning as Restated	21,238,816	16,392,510	3,715,914	3,573,601	24,954,730	19,966,111
Net Assets-Ending	\$ 17,877,917	\$ 21,301,519	\$ 2,972,452	\$ 3,715,914	\$ 20,850,369	\$ 25,017,433

VILLAGE OF HAWTHORN WOODS, ILLINOIS

Management's Discussion and Analysis April 30, 2008

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

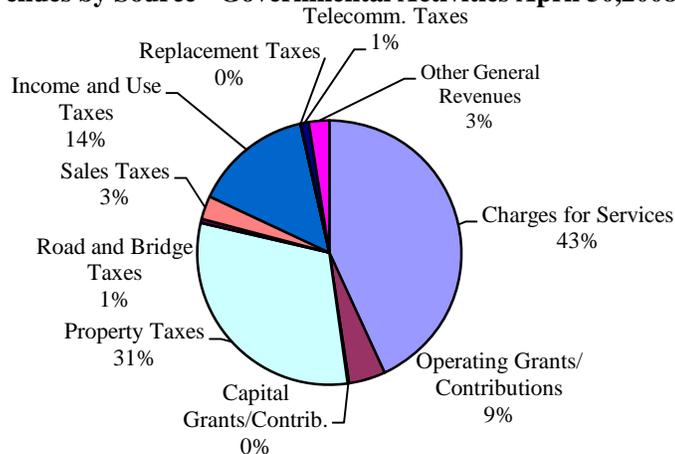
Net assets of the Village's governmental activities decreased by 21.3 percent (\$17,877,917 in 2008 compared to \$21,238,816 in 2007). The \$3,360,899 decrease in governmental activities net assets is attributable to a decline in revenues from the prior year of \$6,467,735, all of which is related to a prior year capital contribution from a developer. While revenues decreased for the year, expenses increased by \$1,802,173. All functions of the governmental activities (general government, building and zoning, public safety, public works, and parks and recreation) posted increases to expenses. The largest increases in expenses occurred in the public works function, which reported an increase in expenses of \$906,416. This increase in expenses is primarily attributable to street maintenance costs in the four Special Service Area capital projects funds, which totaled \$4,030,007 as compared to \$2,777,364 in the prior year.

Net assets of business-type activities decreased by 20.0 percent (\$2,972,452 in 2008 compared to \$3,715,914 in 2007). The \$743,462 decrease in business-type activities net assets is attributable in large part to activity in the construction account of the Aquatics Fund for improvements to the aquatics center, including \$454,843 in contractual services related to the improvements. As stated earlier, the Village also issued \$2,805,000 in revenue bonds to help fund the improvements to the aquatics center. Current year additions to the business-type activities capital assets totaled \$2,453,448.

Governmental Activities

Revenues for governmental activities totaled \$6,198,118, while the cost of all governmental functions totaled \$9,559,017. This results in a decrease in net assets of \$3,360,889. The decrease in 2008 is discussed above and is related primarily to increased street maintenance activity in the four Special Service Area capital projects funds. In 2007, revenues of \$12,665,853 exceeded expenses of \$7,756,844, resulting in a surplus of \$4,909,009. As stated earlier, the surplus in 2007 was due to a developer contribution of \$4,404,854. The following table graphically depicts the major revenue sources of the Village. It depicts very clearly the reliance of property taxes, utility taxes and use taxes to fund governmental activities. It also clearly identifies the less significant percentage the Village receives from income taxes.

Revenues by Source - Governmental Activities April 30, 2008



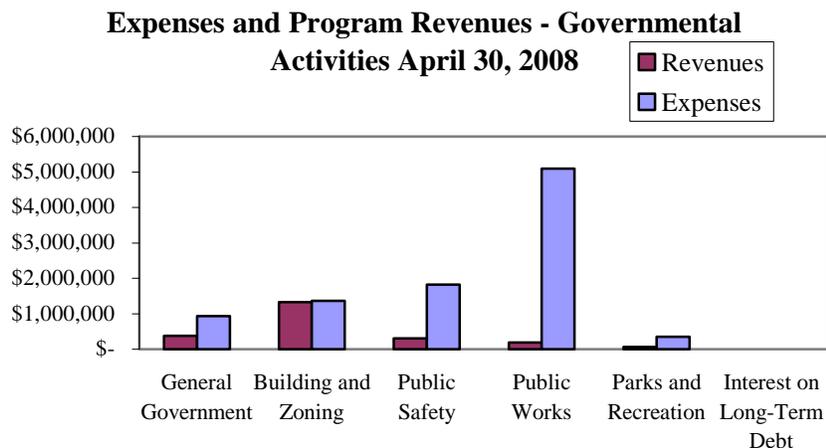
VILLAGE OF HAWTHORN WOODS, ILLINOIS

Management's Discussion and Analysis April 30, 2008

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

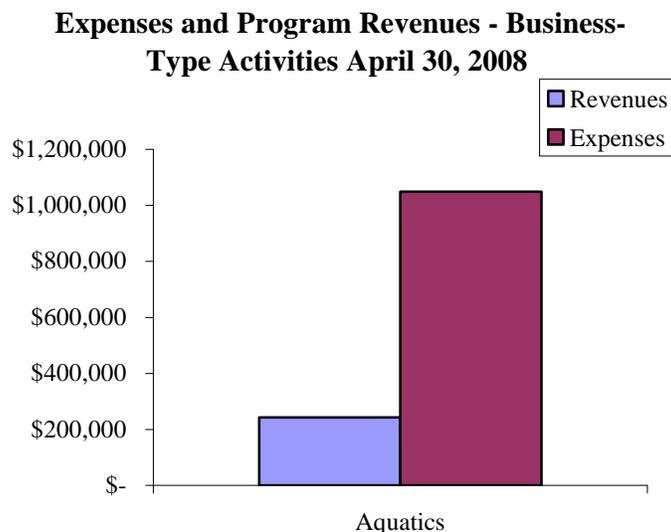
Governmental Activities – Continued

The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues.



Business-Type activities

Business-Type activities posted total revenues of \$305,489, while the cost of all business-type activities totaled \$1,048,951. This results in a decrease in net assets of \$743,462. As stated earlier, this decrease is attributable to the construction activity and related expenses for improvements made to the aquatics center. In 2007, revenues of \$154,838 exceed expenses of \$12,525, resulting in a surplus of \$142,313. The slight surplus in the prior year was due to investment earnings on the money set aside for improvements in the current year and only \$12,525 in expenses.



The above graph compares program revenues to expenses for business-type activities.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

Management's Discussion and Analysis April 30, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The Village's governmental funds reported combining ending fund balances of \$5,378,753, which is \$3,247,479, or 37.7 percent, lower than last year's total of \$8,626,232. Of the \$5,378,753 total, \$151,887, or approximately 2.8 percent, of the fund balance constitutes unreserved fund balance. The largest portion of the Village's fund balance reflects reserves for highways and streets in the Motor Fuel Tax Fund of \$524,261 and reserves for capital improvements in the Special Service Area #1, #2, #3, and #4 Funds of \$4,486,954. The Parks and Recreation Fund also reports a reserve for capital improvements of \$215,651.

The General Fund reported a decrease in fund balance for the year of \$758,600, a decrease of 60.9 percent. This was due in large part to revenues for licenses, permits, and fees being \$2,621,085 lower than budgeted, which were slightly offset by expenditures being \$2,255,956 lower than budgeted. The major contributor to the decrease in fund balance was a transfer made to fund the Special Service Area #1 Fund, the Special Service Area #2 Fund, the Special Service Area #3 Fund, and the Connection Fee Fund in the amount of \$345,000, \$345,000, \$345,000, and \$56,000, respectively. Transfers out of the General Fund totaled \$1,091,000 for the year.

The Parks and Recreation capital projects fund is used to account for developer donations to be used for park maintenance or improvements to neighborhood or community parks. As stated earlier, these funds are reserved for future capital improvements. The Parks and Recreation Fund reported a decrease in fund balance in the current year of \$66,875 due to scheduled maintenance and repairs on parks in the community. Ending fund balance at April 30, 2008 was \$215,651.

The Special Service Area #1, #2, #3, and #4 Funds reported decreases in fund balance in the current year of \$187,310, \$316,633, \$2,110,509, and \$136,829, respectively. These four capital projects funds report the expenditures related to non-commitment bond proceeds to be used for street maintenance repairs. As stated earlier, the four funds reported increases in street maintenance expenditures that were not offset by revenues from investment earnings and transfers.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

Management's Discussion and Analysis April 30, 2008

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS – Continued

Proprietary Funds

The Village's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The Village reports the Aquatics Fund as a major proprietary fund. The Aquatics Fund accounts for the activities of the water park operations. This fund is comprised of four sub funds which are used to segregate resources for operations and maintenance, capital improvements, and debt service.

The decrease in net assets in the Aquatics Fund during the current fiscal year was \$743,462, while the previous fiscal year reported an increase in net assets of \$142,313. As stated earlier, the decrease in net assets in the Aquatics Fund in the current year is attributable to constructions and related contractual services expenses for improvements made to the aquatics center. Unrestricted net assets in the Aquatics Fund totaled \$152,581 at April 30, 2008, or 5.1 percent of total net assets.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Village Board made no budget amendments to the General Fund during the year. General Fund actual revenues for the year totaled \$5,601,082, compared to budgeted revenues of \$8,457,846. As stated earlier, revenues for licenses, permits, and fees were \$2,621,085 lower than budgeted and are directly related to a decline in the housing market, with buildings permits reported at \$278,416 under budget and reimbursement fees from developers reported at \$1,925,244 under budget.

The General Fund actual expenditures for the year were \$2,255,956 lower than budgeted (\$5,308,788 actual compared to \$7,564,744 budgeted). The general government, building and zoning, public safety, public works, and parks and recreation functions all reported actual expenditures that were lower than budgeted. Some significant differences between the actual expenditures and budgeted expenditures are highlighted below:

- The building and zoning function reported other charges for contractual services that were \$1,300,565 under budget. These expenditures are related to housing development charges and permits and are offset by the reimbursement fees that were also \$1,925,244 under budget.
- The public safety function reported actual salaries of \$941,076, with budgeted salaries of \$987,937 and actual police pension contributions of \$191,126, with budgeted contributions of \$232,236.
- The public works function reduced capital outlay expenditures for the year, with no equipment being purchased and no other improvements made during the year. These two items were budgeted at \$111,209 and \$15,332, respectively.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2008**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village’s investment in capital assets for its governmental and business type activities as of April 30, 2008 was \$18,096,714 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, and equipment and vehicles.

	Capital Assets - Net of Depreciation					
	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Land	\$ 6,557,081	\$ 6,557,081	\$ 417,459	\$ 400,659	\$ 6,974,540	\$ 6,957,740
Construction in Progress	-	-	-	2,323,333	-	2,323,333
Buildings and Improvements	5,333,783	5,560,065	4,735,324	-	10,069,107	5,560,065
Equipment and Vehicles	1,028,410	785,993	24,657	-	1,053,067	785,993
Total	\$ 12,919,274	\$ 12,903,139	\$ 5,177,440	\$ 2,723,992	\$ 18,096,714	\$ 15,627,131

This year’s major additions included:

Governmental Activities		
Buildings and Improvements		\$ 127,440
Equipment and Vehicles		331,867
Business-Type Activities		
Land		16,800
Buildings and Improvements		2,411,991
Equipment		24,657
		<u>\$ 2,912,755</u>

Additional information on the Village’s capital assets can be found in note 4 on pages 29-30 of this report.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

Management's Discussion and Analysis April 30, 2008

CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

Debt Administration

At year-end, the Village had total outstanding debt of \$2,907,809 as compared to \$25,514 the previous year, due to the issuance of two new installment contracts for vehicle purchases and the issuance of \$2,805,000 in revenue bonds for buildings and improvements in the Aquatics Fund. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Revenue Bonds	\$ -	\$ -	\$ 2,805,000	\$ -	\$ 2,805,000	\$ -
Installment Contracts	102,809	25,514	-	-	102,809	25,514
Total	\$ 102,809	\$ 25,514	\$ 2,805,000	\$ -	\$ 2,907,809	\$ 25,514

State statutes limit the amount of general obligation debt a non-home rule governmental entity may issue to 8.625 percent of its total assessed valuation. The current debt limit for the Village is \$41,027,637.

Additional information on the Village's long-term debt can be found in Note 5 on pages 30-33 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village's elected and appointed officials considered many factors when setting the eight months ended December 31, 2008 and twelve months ended December 31, 2009 budgets, tax rates, and fees that will be charged for its governmental and business-type activities. One of those factors is the economy. Rising unemployment rates and CPI indices were taken into consideration when setting the budget, rates, and fees for the eight months ended December 31, 2008 and twelve months ended December 31, 2009.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Mayor Keith Hunt, Village of Hawthorn Woods, 2 Lagoon Drive, Hawthorn Woods, Illinois 60047.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

STATEMENT OF NET ASSETS

April 30, 2008

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 6,630,173	\$ 1,020,888	\$ 7,651,061
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	1,553,435	-	1,553,435
Accounts	118,295	-	118,295
Court fines	29,230	-	29,230
Due from other governments			
Sales tax	24,467	-	24,467
Use tax	23,109	-	23,109
Income tax	64,185	-	64,185
Franchise tax	8,617	-	8,617
Telecommunication	12,180	-	12,180
Due from other funds	16,951	(16,951)	-
Unamortized issuance costs	-	53,675	53,675
Capital assets not being depreciated	6,557,081	417,459	6,974,540
Capital assets (net of accumulated depreciation)	6,362,193	4,759,981	11,122,174
Total assets	21,399,916	6,235,052	27,634,968
LIABILITIES			
Accounts payable	913,786	339,000	1,252,786
Wages payable	73,954	2,210	76,164
Retainage payable	131,878	-	131,878
Deposits payable	419,353	125	419,478
Due to fiduciary fund	3,135	-	3,135
Interest payable	-	44,413	44,413
Unearned revenue	1,553,435	44,392	1,597,827
Long-term liabilities			
Due within one year	116,991	67	117,058
Due in more than one year	309,467	2,832,393	3,141,860
Total liabilities	3,521,999	3,262,600	6,784,599
NET ASSETS			
Invested in capital assets, net of related debt	12,816,465	2,345,316	15,161,781
Restricted for			
Highways and streets	524,261	-	524,261
Capital improvements	4,702,605	-	4,702,605
Debt service	-	447,431	447,431
Unrestricted (deficit)	(165,414)	179,705	14,291
TOTAL NET ASSETS	\$ 17,877,917	\$ 2,972,452	\$ 20,850,369

See accompanying notes to financial statements.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2008

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 934,205	\$ 372,551	\$ -	\$ -
Building and zoning	1,364,665	1,327,363	-	-
Public safety	1,820,217	278,600	29,101	-
Public works	5,089,875	-	182,670	8,829
Parks and recreation	348,662	62,126	-	-
Interest	1,393	-	-	-
Total governmental activities	9,559,017	2,040,640	211,771	8,829
Business-Type Activities				
Aquatics	1,048,951	243,291	-	-
Total business-type activities	1,048,951	243,291	-	-
TOTAL PRIMARY GOVERNMENT	\$ 10,607,968	\$ 2,283,931	\$ 211,771	\$ 8,829

	Net (Expense) Revenue and Change in Net Assets		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
	\$ (561,654)	\$ -	\$ (561,654)
	(37,302)	-	(37,302)
	(1,512,516)	-	(1,512,516)
	(4,898,376)	-	(4,898,376)
	(286,536)	-	(286,536)
	(1,393)	-	(1,393)
	<u>(7,297,777)</u>	<u>-</u>	<u>(7,297,777)</u>
	-	(805,660)	(805,660)
	-	(805,660)	(805,660)
	<u>(7,297,777)</u>	<u>(805,660)</u>	<u>(8,103,437)</u>
General Revenues			
Taxes			
Property	1,457,956	-	1,457,956
Road and bridge	24,253	-	24,253
Sales	134,837	-	134,837
Use	93,356	-	93,356
Income	592,297	-	592,297
Replacement	1,996	-	1,996
Telecommunication	47,303	-	47,303
Investment income	307,352	56,872	364,224
Miscellaneous	1,277,528	5,326	1,282,854
Total	<u>3,936,878</u>	<u>62,198</u>	<u>3,999,076</u>
CHANGE IN NET ASSETS	<u>(3,360,899)</u>	<u>(743,462)</u>	<u>(4,104,361)</u>
NET ASSETS, MAY 1	21,301,519	3,715,914	25,017,433
Prior period adjustment	<u>(62,703)</u>	<u>-</u>	<u>(62,703)</u>
NET ASSETS, RESTATED, MAY 1	<u>21,238,816</u>	<u>3,715,914</u>	<u>24,954,730</u>
NET ASSETS, APRIL 30	<u>\$ 17,877,917</u>	<u>\$ 2,972,452</u>	<u>\$ 20,850,369</u>

See accompanying notes to financial statements.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2008

	General	Parks and Recreation	Special Service Area #1 Project
ASSETS			
Cash and investments	\$ 948,205	\$ 215,651	\$ 540,412
Receivables			
Property taxes	1,553,435	-	-
Accounts	101,454	-	-
Court fines	29,230	-	-
Due from other governments			
Municipal sales tax	24,467	-	-
Illinois use tax	23,109	-	-
Illinois income tax	64,185	-	-
Franchise tax	8,617	-	-
Telecommunication tax	12,180	-	-
Due from other funds	66,780	-	38,063
TOTAL ASSETS	\$ 2,831,662	\$ 215,651	\$ 578,475
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 108,818	\$ -	\$ 20,985
Wages payable	73,954	-	-
Compensated absences payable	6,348	-	-
Retainage payable	61,558	-	-
Deposits payable	419,353	-	-
Due to other funds	57,764	-	12,110
Deferred property taxes	1,553,435	-	-
Total liabilities	2,281,230	-	33,095
FUND BALANCES			
Reserved for highways and streets	-	-	-
Reserved for capital improvements	-	215,651	545,380
Unreserved (deficit)			
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
General Fund	550,432	-	-
Total fund balances	550,432	215,651	545,380
TOTAL LIABILITIES AND FUND BALANCES	\$ 2,831,662	\$ 215,651	\$ 578,475

Special Service Area #2 Project	Special Service Area #3 Project	Special Service Area #4 Project	Nonmajor Governmental	Total Governmental Funds
\$ 906,467	\$ 410,315	\$ 3,034,930	\$ 574,193	\$ 6,630,173
-	-	-	-	1,553,435
-	-	-	16,841	118,295
-	-	-	-	29,230
-	-	-	-	24,467
-	-	-	-	23,109
-	-	-	-	64,185
-	-	-	-	8,617
-	-	-	-	12,180
25,977	12,378	4,800	-	147,998
<u>\$ 932,444</u>	<u>\$ 422,693</u>	<u>\$ 3,039,730</u>	<u>\$ 591,034</u>	<u>\$ 8,611,689</u>
\$ 22,915	\$ 753,407	\$ 7,661	\$ -	\$ 913,786
-	-	-	-	73,954
-	-	-	-	6,348
-	70,320	-	-	131,878
-	-	-	-	419,353
24	64,284	-	-	134,182
-	-	-	-	1,553,435
<u>22,939</u>	<u>888,011</u>	<u>7,661</u>	<u>-</u>	<u>3,232,936</u>
-	-	-	524,261	524,261
909,505	-	3,032,069	-	4,702,605
-	-	-	66,773	66,773
-	(465,318)	-	-	(465,318)
-	-	-	-	550,432
<u>909,505</u>	<u>(465,318)</u>	<u>3,032,069</u>	<u>591,034</u>	<u>5,378,753</u>
<u>\$ 932,444</u>	<u>\$ 422,693</u>	<u>\$ 3,039,730</u>	<u>\$ 591,034</u>	<u>\$ 8,611,689</u>

See accompanying notes to financial statements.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET ASSETS

April 30, 2008

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 5,378,753
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	12,919,274
Long-term liabilities (installment contracts) are not due and payable in the current period and, therefore, not reported in the governmental funds	(102,809)
The net pension obligation is shown as a liability on the statement of net assets	(278,132)
Compensated absences payable is not due and payable in the current period and, therefore, is not reported in governmental funds	<u>(39,169)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 17,877,917</u>

See accompanying notes to financial statements.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended April 30, 2008

	General	Parks and Recreation	Special Service Area #1 Project
REVENUES			
Taxes	\$ 2,351,998	\$ -	\$ -
Licenses, permits and fees	1,970,632	-	-
Intergovernmental	29,101	-	-
Investment income	59,492	7,754	26,030
Miscellaneous	1,189,859	139,677	-
Total revenues	<u>5,601,082</u>	<u>147,431</u>	<u>26,030</u>
EXPENDITURES			
Current			
General government	921,407	-	-
Building and zoning	1,365,255	-	-
Public safety	1,779,245	-	-
Public works	1,147,233	-	558,340
Parks and recreation	68,741	18,260	-
Capital outlay	-	183,351	-
Debt service			
Principal	25,514	-	-
Interest and fiscal charges	1,393	-	-
Total expenditures	<u>5,308,788</u>	<u>201,611</u>	<u>558,340</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>292,294</u>	<u>(54,180)</u>	<u>(532,310)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	345,000
Transfers (out)	(1,091,000)	-	-
Issuance of installment contract	102,809	-	-
Total other financing sources (uses)	<u>(988,191)</u>	<u>-</u>	<u>345,000</u>
NET CHANGE IN FUND BALANCES	<u>(695,897)</u>	<u>(54,180)</u>	<u>(187,310)</u>
FUND BALANCES, MAY 1	1,309,032	282,526	732,690
Prior period adjustment	<u>(62,703)</u>	<u>(12,695)</u>	<u>-</u>
FUND BALANCES, RESTATED, MAY 1	<u>1,246,329</u>	<u>269,831</u>	<u>732,690</u>
FUND BALANCES (DEFICIT), APRIL 30	<u>\$ 550,432</u>	<u>\$ 215,651</u>	<u>\$ 545,380</u>

Special Service Area #2 Project	Special Service Area #3 Project	Special Service Area #4 Project	Nonmajor Governmental	Total Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 2,351,998
-	-	-	-	1,970,632
8,829	-	-	182,670	220,600
42,984	30,401	122,787	17,904	307,352
-	-	-	18,000	1,347,536
51,813	30,401	122,787	218,574	6,198,118
-	-	-	-	921,407
-	-	-	-	1,365,255
-	-	-	-	1,779,245
726,141	2,485,910	259,616	-	5,177,240
-	-	-	-	87,001
-	-	-	8,000	191,351
-	-	-	-	25,514
-	-	-	-	1,393
726,141	2,485,910	259,616	8,000	9,548,406
(674,328)	(2,455,509)	(136,829)	210,574	(3,350,288)
345,000	345,000	-	56,000	1,091,000
-	-	-	-	(1,091,000)
-	-	-	-	102,809
345,000	345,000	-	56,000	102,809
(329,328)	(2,110,509)	(136,829)	266,574	(3,247,479)
1,226,138	1,645,191	3,168,898	324,460	8,688,935
12,695	-	-	-	(62,703)
1,238,833	1,645,191	3,168,898	324,460	8,626,232
\$ 909,505	\$ (465,318)	\$ 3,032,069	\$ 591,034	\$ 5,378,753

See accompanying notes to financial statements.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2008

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS	\$ (3,247,479)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	459,307
Principal paid on installment contracts is an expenditure in the governmental funds but is a decrease in the principal outstanding on the statement of net assets	25,514
Issuance of installment contract is an other financing source in the governmental funds but an increase in the principal outstanding on the statement of net assets	(102,809)
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	(443,172)
The change in the net pension obligation is shown as an addition to expense on the statement of activities	(73,046)
The change in compensated absences payable is shown as a reduction in expense on the statement of activities	<u>20,786</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ (3,360,899)</u></u>

See accompanying notes to financial statements.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

STATEMENT OF NET ASSETS
 PROPRIETARY FUNDS

April 30, 2008

	<u>Aquatics Fund</u>
CURRENT ASSETS	
Cash and investments	\$ 1,020,888
Due from other funds	<u>12,695</u>
Total current assets	<u>1,033,583</u>
NONCURRENT ASSETS	
Unamortized issuance costs	53,675
Capital assets	
Capital assets not being depreciated	417,459
Capital assets being depreciated, net	<u>4,759,981</u>
Net capital assets	<u>5,177,440</u>
Total noncurrent assets	<u>5,231,115</u>
Total assets	<u>6,264,698</u>
CURRENT LIABILITIES	
Accounts payable	339,000
Wages payable	2,210
Deposits payable	125
Interest payable	44,413
Compensated absences payable	67
Unearned revenue	44,392
Due to other funds	<u>29,646</u>
Total current liabilities	<u>459,853</u>
NONCURRENT LIABILITIES	
Compensated absences payable	269
Premium on bonds issued	27,124
Revenue bonds payable	<u>2,805,000</u>
Total noncurrent liabilities	<u>2,832,393</u>
Total liabilities	<u>3,292,246</u>
NET ASSETS	
Invested in capital assets, net of related debt	2,345,316
Restricted	447,431
Unrestricted	<u>179,705</u>
TOTAL NET ASSETS	<u>\$ 2,972,452</u>

See accompanying notes to financial statements.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS

For the Year Ended April 30, 2008

	<u>Aquatics Fund</u>
OPERATING REVENUES	
Charges for service	\$ 243,291
Total operating revenues	<u>243,291</u>
OPERATING EXPENSES	
Personnel services	109,515
Contractual services	660,251
Commodities	110,708
Maintenance	51,894
Total operating expenses	<u>932,368</u>
OPERATING INCOME (LOSS)	<u>(689,077)</u>
NONOPERATING REVENUES (EXPENSES)	
Investment income	56,872
Miscellaneous	5,326
Interest expense	(116,583)
Total nonoperating revenues (expenses)	<u>(54,385)</u>
CHANGE IN NET ASSETS	(743,462)
NET ASSETS, MAY 1	<u>3,715,914</u>
NET ASSETS, APRIL 30	<u><u>\$ 2,972,452</u></u>

See accompanying notes to financial statements.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS

For the Year Ended April 30, 2008

	<u>Aquatics Fund</u>
CASH FLOW FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 186,858
Payments to suppliers	(1,824,259)
Payments to employees	<u>(108,110)</u>
Net cash from operating activities	<u>(1,745,511)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Miscellaneous nonoperating receipts	5,326
Intrafund transfer in	552,527
Intrafund transfer (out)	<u>(552,527)</u>
Net cash from noncapital financing activities	<u>5,326</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of capital assets	(2,453,448)
Bond proceeds	2,805,000
Premium on bonds issued	27,124
Bond issuance costs	(53,675)
Interest expense	<u>(72,170)</u>
Net cash from capital and related financing activities	<u>252,831</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	<u>56,872</u>
Net cash from investing activities	<u>56,872</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,430,482)
CASH AND CASH EQUIVALENTS, MAY 1	<u>2,451,370</u>
CASH AND CASH EQUIVALENTS, APRIL 30	<u><u>\$ 1,020,888</u></u>
CASH AND INVESTMENTS	
Cash and cash equivalents	\$ 1,020,888
Investments	<u>-</u>
TOTAL CASH AND INVESTMENTS	<u><u>\$ 1,020,888</u></u>

(This statement is continued on the following page.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUNDS

For the Year Ended April 30, 2008

	<u>Aquatics Fund</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income (loss)	\$ (689,077)
Adjustments to reconcile operating income (loss) to net cash from operating activities	
Increase (decrease) in	
Accounts payable	(867,629)
Retainage payable	(150,853)
Deposits payable	125
Deferred revenue	(56,433)
Wages payable	1,405
Due from other funds	(12,695)
Due to other funds	<u>29,646</u>
NET CASH FROM OPERATING ACTIVITIES	<u>\$ (1,745,511)</u>

See accompanying notes to financial statements.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

STATEMENT OF FIDUCIARY NET ASSETS

April 30, 2008

	Pension Trust	Agency Funds
	<u> </u>	<u> </u>
ASSETS		
Cash and short-term investments	\$ 97,467	\$ 344,077
Investments		
Certificates of deposit	890,582	-
Receivables		
Accrued interest	565	-
Due from other funds	3,135	-
	<u> </u>	<u> </u>
Total assets	991,749	\$ 344,077
	<u> </u>	<u> </u>
LIABILITIES		
Due to others	-	344,077
	<u> </u>	<u> </u>
Total liabilities	-	\$ 344,077
	<u> </u>	<u> </u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	<u>\$ 991,749</u>	

See accompanying notes to financial statements.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
PENSION TRUST FUND

For the Year Ended April 30, 2008

	<u>Police Pension</u>
ADDITIONS	
Contributions	
Employer	\$ 191,126
Employee	<u>88,762</u>
Total contributions	<u>279,888</u>
Investment income	
Interest	<u>40,085</u>
Total investment income	<u>40,085</u>
Total additions	<u>319,973</u>
DEDUCTIONS	
Benefits and refunds	41,632
Administration	<u>4,131</u>
Total deductions	<u>45,763</u>
NET INCREASE	274,210
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	
May 1	<u>717,539</u>
April 30	<u><u>\$ 991,749</u></u>

See accompanying notes to financial statements.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Hawthorn Woods, Illinois (the Village) have been prepared in accordance with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Village's accounting policies are described below.

a. Reporting Entity

The Village is a municipal corporation governed by a Village Mayor and six trustees using the village board administrator form of government. As required by generally accepted accounting principles, these financial statements present the Village (the primary government). The Police Pension Fund has been included as a fiduciary fund due to the fiduciary responsibility exercised over the Police Pension Fund.

b. Fund Accounting

The Village uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. The minimum number of funds is maintained consistent with legal and managerial requirements.

Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for all or most of the Village's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general capital assets (capital projects funds), and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the general government not accounted for in some other fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds). However, the Village has no internal service funds. Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Government Entities That Use Proprietary Fund Accounting*, the Village has chosen to apply all GASB pronouncements as well as those FASB pronouncements issued on or before November 30, 1989 to account for its enterprise funds.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. The Village utilizes a pension trust fund which is generally used to account for assets that the Village holds in a fiduciary capacity. The Village utilizes agency funds to account for funds received and reserved for debt service on the special service area (noncommitment) debt.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of material interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

The Village reports the following major governmental funds:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Parks and Recreation Fund is used to account for developer donations to be used for park maintenance or improvements to neighborhood or community parks.

The Special Service Area #1 Project Fund is used to account for expenditures of the special service area #1 bond proceeds. These no commitment bonds were issued during the year ended April 30, 2004.

The Special Service Area #2 Project Fund is used to account for expenditures of the special service area #2 bond proceeds. These no commitment bonds were issued during the year ended April 30, 2004.

The Special Service Area #3 Project Fund is used to account for expenditures of the special service area #3 bond proceeds. These no commitment bonds were issued during the year ended April 30, 2004.

The Special Service Area #4 Project Fund is used to account for expenditures of the special service area #4 bond proceeds. These no commitment bonds were issued during the year ended April 30, 2007.

The Village reports the following major proprietary fund:

The Aquatics Fund accounts for the activities of the water park operations. This fund is comprised of four sub funds which are used to segregate resources for operations and maintenance, capital improvements and debt service.

The Village reports a pension trust fund as a fiduciary fund to account for the Police Pension Fund. Additionally, the Village reports the Special Service Area funds responsible for noncommitment debt repayment as agency funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements (except the agency funds which have no measurement focus). Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. The Village recognizes property taxes when they become both measurable and available in the period the tax is intended to finance. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes and telecommunication taxes which use a 90 day period. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Property taxes, sales taxes and telecommunication taxes owed to the state at year end, court fines, franchise fees, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Local fines, licenses and permit revenue and miscellaneous revenues are considered to be measurable and available only when cash is received by the Village.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Village; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are generally revocable only for failure to comply with prescribed eligibility requirements, such as equal employment opportunity. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

VILLAGE OF HAWTHORN WOODS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting and Financial Statement Presentation
 (Continued)

The Village reports deferred/unearned revenue on its financial statements. Deferred/unearned revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Deferred/unearned revenues also arise when resources are received by the Village before it has a legal claim to them or prior to the provision of services, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, the liability for deferred/unearned revenue is removed from the financial statements and revenue is recognized.

e. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits and investments with a maturity date of three months or less from the date acquired by the Village.

f. Investments

Investments with a maturity less than one year when purchased are stated at cost or amortized cost. Investments with a maturity of one year or greater when purchased are reported at fair value. All investments of the pension trust fund are reported at fair value.

g. Prepaid Items/Expenses

Payments made to vendors for services, if any, that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.

h. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost in excess of the following and an estimated useful life in excess of one year.

Asset Class	Capitalization Threshold
Buildings and improvements	\$ 1,000
Equipment and vehicles	1,000

VILLAGE OF HAWTHORN WOODS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Capital Assets (Continued)

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs, including street overlays that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant and equipment is depreciated using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Buildings	45
Improvements	20
Equipment	10
Vehicles - public safety	3
Vehicles - public works	10
Furniture	7
Office equipment	5

i. Compensated Absences

Vested or accumulated vacation leave is reported as an expenditure and a fund liability of the governmental fund that will pay it once retirement or separation has occurred. Vested or accumulated vacation leave of proprietary funds and governmental activities is recorded as an expense and liability of those funds as the benefits accrue to employees.

j. Long-Term Obligations

In the government-wide financial statements and proprietary funds in the fund financial statements, long-term debt and other long-term obligations, if any, are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund financial statements. Bond premiums and discounts, if any, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Long-Term Obligations (Continued)

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

k. Net Assets/Fund Balance

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance, if any, represent tentative management plans that are subject to change. In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. None of the Village's restricted net assets are restricted as a result of enabling legislation adopted by the Village. Invested in capital assets, net of related debt, represents the Village's investment in the book value of capital assets, less any outstanding debt that was issued to construct or acquire the capital asset.

l. Interfund Transactions

Interfund services are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

m. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds, if any, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

VILLAGE OF HAWTHORN WOODS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS

a. Village

State statutes authorize the Village to make deposits in commercial banks and savings and loan institutions, and to make investments in obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds and the Illinois Metropolitan Investment Fund. Pension funds may also invest in certain non-U.S. obligations, mortgages, veteran's loans, life insurance company contracts and mutual funds and equity securities.

In addition, the Village's Board of Trustees has adopted an investment policy which provides further guidance on the investment of Village funds. It is the policy of the Village to invest its funds in a manner which will provide a competitive investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy, in order of priority are; safety of principal, liquidity and return on investment. Investment in derivatives is not discussed in the Village investment policy. The Village allows all investments permitted under Illinois Compiled Statutes.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires all deposits with financial institutions in excess of federal depository insurance be collateralized at 110% of the uninsured bank balance, with collateral held under the guidelines of the Village's written collateral agreement.

Investments

The following table presents the investments and maturities of the Village's debt securities as of April 30, 2008:

	Fair Value	Investment Maturities in Years			
		Less Than 1	1-5	6-10	Greater than 10
Money market mutual funds	\$ 267,566	\$ 267,566	\$ -	\$ -	\$ -
Illinois Funds	604,778	604,778	-	-	-
TOTAL	\$ 872,344	\$ 872,344	\$ -	\$ -	\$ -

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village (Continued)

Investments (Continued)

In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to meet daily cash flow requirements for ongoing operations in order to maximize yield on longer term investments by avoiding having to sell securities on the open market before maturity and by investing operating funds in shorter term securities, money market mutual funds or external investment pools. The Village's investment policy requires that securities purchased will not have a maturity of more than one year unless matched to a specific cash flow.

The Village does not have a formal policy regarding credit risk. However, the Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in certificates of deposit. The money market mutual fund and Illinois Funds are rated AAA.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment basis with the underlying investments held by a third-party custodian approved by the Village Treasurer and evidenced by safekeeping receipts.

Concentration of credit risk is the risk that the Village has too high a percentage of their investments invested in one type of investment. The Village's investment policy requires diversification of investment to avoid unreasonable risk. The Village investment policy states that no financial institution shall hold more than 50% of the total investments of the Village except for U.S. Treasury securities, collateralized pools and collateralized certificates of deposit. At April 30, 2008, the Village had greater than five percent of its overall portfolio invested in money market mutual funds and Illinois Funds, which is allowed by the Village's investment policy.

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund

In accordance with the Police Pension Fund's investment policy, the Police Pension Fund may invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, interest bearing obligations of the U.S. Treasury and U.S. Agencies, interest bearing bonds of the State of Illinois or any county, township or municipal corporation of the State of Illinois, direct obligations of the State of Israel, money market mutual funds whose investments consist of obligations of the U.S. Treasury or U.S. agencies, separate accounts managed by life insurance companies, Mutual Funds, common and preferred stock, and Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value).

It is the policy of the Police Pension Fund to invest its funds in a manner which will provide a competitive investment return with the maximum security while meeting the daily cash flow demands of the Police Pension Fund and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are; safety of principal, return on investment, legality and meeting all funding requirements.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Police Pension Fund's deposits may not be returned to it. At April 30, 2008, all of the Police Pension Fund's bank balances were collateralized in accordance with their investment policy.

Investments

At April 30, 2008, the Police Pension Fund had no investments in debt securities.

The Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to maximize the security of investments and the rate of return. This is accomplished by diversifying the types and maturity ranges of securities.

The Police Pension Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by investing primarily in certificates of deposit.

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund (Continued)

Investments (Continued)

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Police Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Police Pension Fund primarily invests in certificates of deposit.

Concentration of credit risk is the risk that the Police Pension Fund has too high a percentage of their investments invested in one type of investment. The Police Pension Fund primarily invests in certificates of deposit which are all evidenced by collateral.

3. RECEIVABLES

Property Taxes

Property taxes are levied in Lake County by the last Tuesday in December, on the assessed valuation as of January 1. The tax levy becomes an enforceable lien against the property on January 1 of the year following the tax levy year. These taxes are collected by the County Collector and are submitted to the County Treasurer, who remits to the Village units their respective share of the collections. Taxes levied in one year become due and payable in two installments during the following year. The Lake County installments are due June 1 and September 1.

The 2008 property tax levy is recorded as a receivable, net of estimated uncollectibles. Based upon collection histories, the Village has provided at April 30, 2008 an allowance of 3% of the levy for uncollectible real property taxes. All uncollected taxes relating to prior years' levies have been written off. For governmental funds, only property taxes which are intended to finance the current fiscal year and collected within 60 days subsequent to year end, if any, are recorded as revenue.

The 2008 taxes are intended to finance the 2008 fiscal year and are not considered available for current operations and are, therefore, shown as deferred revenue. The 2008 tax levy has not been recorded as a receivable at April 30, 2008, as the tax has attached as a lien on property as of January 1, 2008, however, the tax will not be levied until December 2008 and, accordingly, is not measurable at April 30, 2008.

VILLAGE OF HAWTHORN WOODS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS

Capital asset activity for the Village for the year ended April 30, 2008 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 6,557,081	\$ -	\$ -	\$ 6,557,081
Total capital assets not being depreciated	6,557,081	-	-	6,557,081
Capital assets being depreciated				
Buildings and improvements	5,729,885	127,440	-	5,857,325
Equipment and vehicles	1,977,629	331,867	38,697	2,270,799
Total capital assets being depreciated	7,707,514	459,307	38,697	8,128,124
Less accumulated depreciation for				
Buildings and improvements	256,770	266,772	-	523,542
Equipment and vehicles	1,104,686	176,400	38,697	1,242,389
Total accumulated depreciation	1,361,456	443,172	38,697	1,765,931
Total capital assets being depreciated, net	6,346,058	16,135	-	6,362,193
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 12,903,139	\$ 16,135	\$ -	\$ 12,919,274
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 400,659	\$ 16,800	\$ -	\$ 417,459
Construction in progress	2,323,333	-	2,323,333	-
Total capital assets not being depreciated	2,723,992	16,800	2,323,333	417,459
Capital assets being depreciated				
Buildings and improvements	-	4,735,324	-	4,735,324
Equipment	-	24,657	-	24,657
Total capital assets being depreciated	-	4,759,981	-	4,759,981
Less accumulated depreciation for				
None	-	-	-	-
Total accumulated depreciation	-	-	-	-
Total capital assets being depreciated, net	-	-	-	-
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	\$ 2,723,992	\$ 4,776,781	\$ 2,323,333	\$ 5,177,440

VILLAGE OF HAWTHORN WOODS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

DEPRECIATION EXPENSE -		
GOVERNMENTAL ACTIVITIES		
General government		\$ 21,683
Public safety		62,179
Public works		90,290
Parks and recreation		<u>269,020</u>
TOTAL DEPRECIATION EXPENSE -		
GOVERNMENTAL ACTIVITIES		<u>\$ 443,172</u>

5. LONG-TERM DEBT

a. Special Service Area Bonds

Special Service Area (SSA) # 1 - 2003A Bonds, SSA #2 - 2003B Bonds, SSA#3-2003C Bonds, SSA #1 - 2004A Bonds, SSA#2 - 2004B Bonds, SSA#3 - 2004C, and SSA #4 - 2007 Bonds. Bonds outstanding as of April 30, 2008 totaled \$13,130,000. These bonds are not an obligation of the Village and are secured by the levy of real estate taxes on certain property within the special service areas. The Village is in no way liable for repayment but is only acting as agent for the property owners in levying and collecting the assessments and forwarding the collections to bondholders.

b. Changes in Long-Term Liabilities - Governmental Activities

During the fiscal year, the following changes occurred in governmental activities long-term liabilities:

	Fund Debt Retired By	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
GOVERNMENTAL ACTIVITIES						
Installment contracts	General	\$ 25,514	\$ 102,809	\$ 25,514	\$ 102,809	\$ 102,809
Compensated absences	General	59,955	6,348	20,786	45,517	14,182
Net pension obligation	General	205,086	73,046	-	278,132	-
TOTAL GOVERNMENTAL ACTIVITIES		<u>\$ 290,555</u>	<u>\$ 182,203</u>	<u>\$ 46,300</u>	<u>\$ 426,458</u>	<u>\$ 116,991</u>

VILLAGE OF HAWTHORN WOODS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

c. Installment Contracts

During the fiscal year ended April 30, 2008, the Village paid off one installment contract to purchase vehicles. Also, during fiscal year ended April 30, 2008, the Village issued two installment contracts to purchase vehicles.

Issue	Fund Debt Retired by	Balances May 1	Issuances	Retirements	Balances April 30	Current Portion
\$49,800 Installment Contract dated May 16, 2005 with two annual installments of \$27,017 including interest at 5.5%.	General	\$ 25,514	\$ -	\$ 25,514	\$ -	\$ -
\$51,320 Installment Contract dated August 29, 2007 with one payment including interest at 6.188% due on June 5, 2008.	General	-	51,320	-	51,320	51,320
\$51,489 Installment Contract dated August 29, 2007 with one payment including interest at 6.188% due on June 5, 2008.	General	-	51,489	-	51,489	51,489
TOTAL		\$ 25,514	\$ 102,809	\$ 25,514	\$ 102,809	\$ 102,809

d. Changes in Long-Term Liabilities - Business Type Activities

During the fiscal year, the following changes occurred in business type activities long-term liabilities:

	Fund Debt Retired By	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
BUSINESS-TYPE ACTIVITIES						
Revenue bonds	Aquatics	\$ -	\$ 2,805,000	\$ -	\$ 2,805,000	\$ -
Premium bonds	Aquatics	-	27,124	-	27,124	-
Compensated absences	Aquatics	-	336	-	336	67
TOTAL BUSINESS-TYPE ACTIVITIES		\$ -	\$ 2,832,460	\$ -	\$ 2,832,460	\$ 67

VILLAGE OF HAWTHORN WOODS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

e. Debt Service Requirements to Maturity - Governmental Activities

Annual debt service requirements to maturity for the government activities installment contracts are as follows:

<u>Eight Months Ending December 31</u>	<u>Installment Contracts</u>	
	<u>Principal</u>	<u>Interest</u>
2008	\$ 102,809	\$ 4,700
TOTAL	<u>\$ 102,809</u>	<u>\$ 4,700</u>

f. Revenue Bonds

The Village issued \$2,805,000 Revenue Bonds (Aquatic Center Project), Series 2007, dated June 15, 2007, were issued for the purpose of financing the construction of an aquatic center and related improvements, payable in annual installments of \$110,000 to \$645,000 each December 30 beginning December 30, 2009 through December 1, 2017 with interest payable semi-annually on June 30 and December 30 of 4.75%. The revenue bonds are payable from park donations pledged to the payment of the bonds and a pledge of revenues derived from the operation of the aquatic center to be financed. No payments were required through April 30, 2008.

The ordinance authorizing the issuance of \$2,805,000 Revenue Bonds (Aquatic Center Project), Series provided for the creation of separate sub-funds of the Aquatics Fund. A Park Donation Sub-Fund is required for all park donations fees received by the Village. This sub-fund had a balance of \$0 at April 30, 2008. A Depreciation Sub-Fund is required as corporate authorities deem necessary in order to provide an adequate depreciation fund for the Aquatic Center. This sub-fund had a balance of \$0 at April 30, 2008. A Bond and Interest Sub-Fund is required to fund principal and interest payments with an initial amount required in the ordinance of \$272,027. Beginning July 1, 2007, each month a fractional amount of the principal and interest becoming due on the next payment date is to be deposited to this sub-fund. At April 30, 2008, this sub-fund has a balance of \$205,179. Finally, a Reserve Sub-Fund is required for making transfers to the Bond and Interest Sub-Fund in the event that the Bond and Interest Sub-Fund is insufficient. At April 30, 2008, this sub-fund has a balance of \$280,500 as required by the ordinance.

VILLAGE OF HAWTHORN WOODS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

f. Revenue Bonds (Continued)

Debt service to maturity on these bonds is as follows:

Fiscal Year Ending December 31,	Revenue Bonds		
	Principal	Interest	Total
Eight months 2008	\$ -	\$ 133,238	\$ 133,238
2009	125,000	133,238	258,238
2010	110,000	127,300	237,300
2011	105,000	122,075	227,075
2012	350,000	117,088	467,088
2013	350,000	100,462	450,462
2014	380,000	83,838	463,838
2015	370,000	65,787	435,787
2016	370,000	48,212	418,212
2017	645,000	30,637	675,637
TOTALS	\$ 2,805,000	\$ 961,875	\$ 3,766,875

6. INTERFUND ACTIVITY

Due from/to other funds at April 30, 2008 consist of the following:

	Due From	Due To
General		
Police Pension	\$ -	\$ 3,135
Special Service Area #1 Project	12,110	12,378
Special Service Area #2 Project	24	12,378
Special Service Area #3 Project	25,000	12,378
Special Service Area #4 Project	-	4,800
Aquatics	29,646	12,695
Total General	66,780	57,764
Special Service Area #1 Project		
General	12,378	12,110
Special Service Area #3 Project	25,685	-
Total Special Service Area #1 Project	38,063	12,110
Special Service Area #2 Project		
General	12,378	24
Special Service Area #3 Project	13,599	-
Total Special Service Area #2 Project	25,977	24

VILLAGE OF HAWTHORN WOODS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. INTERFUND ACTIVITY (Continued)

	Due From	Due To
Special Service Area #3 Project		
General	\$ 12,378	\$ 25,000
Special Service Area #1 Project	-	25,685
Special Service Area #2 Project	-	13,599
Total Special Service Area #3 Project	<u>12,378</u>	<u>64,284</u>
Special Service Area #4 Project		
General	4,800	-
Total Special Service Area #4 Project	<u>4,800</u>	<u>-</u>
Aquatics Fund		
General	12,695	29,646
Total Aquatics Fund	<u>12,695</u>	<u>29,646</u>
Police Pension		
General	3,135	-
Total Police Pension	<u>3,135</u>	<u>-</u>
TOTAL	<u>\$ 163,828</u>	<u>\$ 163,828</u>

The interfund balances result from the time lag between dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made.

Interfund transfers during the year ended April 30, 2008 consisted of the following:

	Transfer In	Transfer Out
General	\$ -	\$ 1,091,000
Special Service Area #1 Project	345,000	-
Special Service Area #2 Project	345,000	-
Special Service Area #3 Project	345,000	-
Nonmajor Governmental	56,000	-
TOTAL	<u>\$ 1,091,000</u>	<u>\$ 1,091,000</u>

VILLAGE OF HAWTHORN WOODS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. INTERFUND ACTIVITY (Continued)

Transfers between funds for the year ended April 30, 2008 consist of the following:

- \$1,035,000 transferred from the General Fund is for \$345,000 to each of Special Service Area #1, #2 and #3 Project funds for developers donations of \$835,000 and an additional contribution from the General Fund of \$200,000 to be used in the Special Service Area funds for road improvements.
- \$56,000 transferred from the General Fund to the Connection Fees Fund is a cash transfer for fees to start the Connections Fees Fund.

None of the transfers will be repaid.

7. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the Village's employees. These risks are provided for through a limited self-insurance program. The Village currently reports its risk management expenditures/expenses in the General Fund. There were no significant changes in insurance coverage from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

The Village participates in the Illinois Municipal League Risk Management Association (IMLRMA). IMLRMA is an organization of municipalities and special districts in Illinois which have formed an association under the Illinois Intergovernmental Cooperations Statute to pool its risk management needs. The association administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration and litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

Levels of coverage provided by IMLRMA are as follows:

General liability	\$	8,000,000
Auto liability		8,000,000
Public officials' liability		2,500,000
Property		30,000,000
Workers' compensation		Statutory
Employer's liability		3,000,000

The Village's payments to IMLRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes certain amounts of each occurrence, and IMLRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

7. RISK MANAGEMENT (Continued)

IMLRMA is governed by a board of directors made up of Illinois mayors and village presidents of municipalities who participate in the program. The Village does not exercise any control over the activities of IMLRMA beyond its representation on the Board of Directors.

Annual contributions are determined each year by underwriters based on the individual member's exposure to loss and experience modification factors based on past member loss experience.

The Village also pays for health insurance for employees through third-party indemnity insurance.

8. CONTINGENT LIABILITIES

Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

9. DEFINED BENEFIT PENSION PLANS

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent-multiple-employer public employee retirement system and the Police Pension Plan which is a single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for all the plans are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly. The Police Pension Plan does not issue a separate report on the pension plan. IMRF however, issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

VILLAGE OF HAWTHORN WOODS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution for the calendar year ended December 31, 2007 was 11.09% of covered payroll.

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Police Pension Plan as a Pension Trust Fund.

At April 30, 2008, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	1
Terminated employees entitled to benefits but not yet receiving them	-
Current employees	
Vested	4
Nonvested	9
	<hr/>
TOTAL	<hr/> <hr/> 14

9. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years.

Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually following the first anniversary date of retirement by 3.00% of the original pension and 3.00% compounded annually thereafter and be paid upon reaching the age of at least 55 years.

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. Contributions are recorded when due in accordance with statutory requirements. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. The costs of administering the Police Pension Plan are financed through investment earnings. The Village is required to contribute the remaining amounts necessary to finance the Police Pension Plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village has until the year 2033 to fully fund the past service cost for the Police Pension Plan. For the year ended April 30, 2008, the Village's contribution was 25.0% of covered payroll.

b. Significant Investments

There are no significant investments in any one organization that represent 5.00% or more of plan net assets for the Police Pension Plan; all amounts are invested in certificates of deposit. Information for IMRF is not available.

VILLAGE OF HAWTHORN WOODS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

c. Annual Pension Costs

Employer contributions have been determined as follows:

	Illinois Municipal Retirement	Police Pension
Actuarial valuation date	December 31, 2005	April 30, 2007
Actuarial cost method	Entry-age Normal	Entry-age Normal
Asset valuation method	5 Year Smoothed Market	Market
Amortization method	Level Percentage of Payroll	Level Percentage of Payroll
Amortization period	31 Years, Closed	34 Years, Closed
Significant actuarial assumptions		
a) Rate of return on present and future assets	7.50% Compounded Annually	7.00% Compounded Annually
b) Projected salary increase - attributable to inflation	4.00% Compounded Annually	5.00% Compounded Annually
c) Additional projected salary increases - seniority/merit	.40 to 11.60%	N/A
d) Post retirement benefit increases	3.00%	N/A

N/A - Information not available

VILLAGE OF HAWTHORN WOODS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. DEFINED BENEFIT PENSION PLANS (Continued)

c. Annual Pension Costs (Continued)

Employer annual pension cost (APC), actual contributions and the net pension obligation (NPO) are as follows for the last three years. The NPO is the cumulative difference between the APC and the contributions actually made.

	Calendar Year	Illinois Municipal Retirement	Fiscal Year	Police Pension
Annual pension cost (APC)	2005	\$ 73,134	2006	\$ 183,178
	2006	92,100	2007	234,749
	2007	96,833	2008	264,172
Actual contribution	2005	\$ 73,134	2006	\$ 113,473
	2006	92,100	2007	133,572
	2007	96,833	2008	191,126
Percentage of APC contributed	2005	100.00%	2006	66.22%
	2006	100.00	2007	56.89
	2007	100.00	2008	72.35
NPO (Asset)	2005	\$ -	2006	\$ 103,909
	2006	-	2007	205,086
	2007	-	2008	278,132

The NPO (Asset) at April 30, 2008 has been calculated as follows:

	Police Pension
Annual required contribution	\$ 259,371
Interest on net pension obligation	14,356
Adjustment to annual required contribution	(9,555)
Annual pension cost	264,172
Contributions made	191,126
(Increase) decrease in net pension obligation	73,046
Net pension obligation beginning of year	205,086
NET PENSION OBLIGATION END OF YEAR	\$ 278,132

10. SIGNIFICANT EVENT

The Village Board passed an Ordinance in November 2007 which amended the Village's Municipal Code allowing the Village to change their fiscal year to December 31, 2008.

11. SUBSEQUENT EVENT

On September 16, 2008, the Village issued \$104,883 in installment contracts, with principal and interest payments due quarterly beginning December 16, 2008 through September 16, 2015 with an interest rate of 6.00%. The installment contract proceeds were used to pay off the two outstanding installment contracts disclosed in long-term debt note #5c on page 31.

12. PRIOR PERIOD ADJUSTMENT

The General Fund fund balance and the net assets of governmental activities were restated as of May 1, 2007, to properly record accounts receivable resulting in a decrease to fund balance and net assets of \$62,703. Also, the Parks and Recreation Fund fund balance was reduced by \$12,695 and the Special Service Area #2 Project fund balance was increased by the same amount to record expenditures from a prior year in the proper fund.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
REVENUES				
Taxes	\$ 2,312,447	\$ 2,312,447	\$ 2,351,998	\$ 39,551
Licenses, permits and fees	4,591,717	4,591,717	1,970,632	(2,621,085)
Intergovernmental	47,656	47,656	29,101	(18,555)
Investment income	90,000	90,000	59,492	(30,508)
Miscellaneous	1,416,026	1,416,026	1,189,859	(226,167)
Total revenues	8,457,846	8,457,846	5,601,082	(2,856,764)
EXPENDITURES				
Current				
General government	971,236	971,236	921,407	(49,829)
Building and zoning	3,201,374	3,201,374	1,365,255	(1,836,119)
Public safety	1,873,370	1,873,370	1,779,245	(94,125)
Public works	1,425,871	1,425,871	1,147,233	(278,638)
Parks and recreation	45,877	45,877	68,741	22,864
Debt service				
Principal	38,885	38,885	25,514	(13,371)
Interest and fiscal charges	8,131	8,131	1,393	(6,738)
Total expenditures	7,564,744	7,564,744	5,308,788	(2,255,956)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	893,102	893,102	292,294	(600,808)
OTHER FINANCING SOURCES (USES)				
Transfer (out)	(1,035,000)	(1,035,000)	(1,091,000)	(56,000)
Issuance of installment contract	148,826	148,826	102,809	(46,017)
Total other financing sources (uses)	(886,174)	(886,174)	(988,191)	(102,017)
NET CHANGE IN FUND BALANCE	\$ 6,928	\$ 6,928	(695,897)	\$ (702,825)
FUND BALANCE, MAY 1			1,309,032	
Prior period adjustment			<u>(62,703)</u>	
FUND BALANCE, RESTATED, MAY 1			<u>1,246,329</u>	
FUND BALANCE, APRIL 30			<u><u>\$ 550,432</u></u>	

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PARKS AND RECREATION FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
REVENUES				
Investment income	\$ 12,500	\$ 12,500	\$ 7,754	\$ (4,746)
Miscellaneous	363,060	363,060	139,677	(223,383)
Total revenues	375,560	375,560	147,431	(228,129)
EXPENDITURES				
Current				
Parks and recreation	-	-	18,260	18,260
Capital outlay	109,103	109,103	183,351	74,248
Total expenditures	109,103	109,103	201,611	92,508
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	266,457	266,457	(54,180)	(320,637)
OTHER FINANCING SOURCES (USES)				
Transfer (out)	(290,448)	(290,448)	-	290,448
NET CHANGE IN FUND BALANCE	\$ (23,991)	\$ (23,991)	(54,180)	\$ (30,189)
FUND BALANCE, MAY 1			282,526	
Prior period adjustment			(12,695)	
FUND BALANCE, RESTATED, MAY 1			269,831	
FUND BALANCE, APRIL 30			\$ 215,651	

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF FUNDING PROGRESS
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2008

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) As a Percentage of Covered Payroll (4) / (5)
2002	\$ 143,391	\$ 306,885	46.72%	\$ 163,494	\$ 508,856	32.13%
2003	222,869	449,812	49.55%	226,943	569,862	39.82%
2004	332,457	671,452	49.51%	338,995	649,140	52.22%
2005	455,485	841,260	54.14%	385,775	691,898	55.76%
2006	580,941	1,018,592	57.03%	437,651	813,607	53.79%
2007	741,770	1,142,615	64.92%	400,845	873,156	45.91%

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF FUNDING PROGRESS
POLICE PENSION FUND

April 30, 2008

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL As a Percentage of Covered Payroll (4) / (5)
2004	\$ 209,921	\$ 1,015,983	20.66%	\$ 806,062	\$ 508,500	158.52%
2005	341,618	1,196,109	28.56%	854,491	622,159	137.34%
2006	505,691	1,535,019	32.94%	1,029,328	811,031	126.92%
2007	717,539	1,911,798	37.53%	1,194,259	910,385	131.18%
2008	991,747	2,094,390	47.35%	1,102,643	763,496	144.42%

Information not available before April 30, 2004. Information will be accumulated until six years are presented.

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2008

<u>Calendar Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2002	\$ 45,288	\$ 45,288	100.00%
2003	53,396	53,396	100.00%
2004	65,888	65,888	100.00%
2005	73,134	73,134	100.00%
2006	92,100	92,100	100.00%
2007	96,833	96,833	100.00%

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

April 30, 2008

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>	<u>Net Pension Obligation</u>
2004	\$ 67,160	\$ 100,459	66.85%	\$ 20,666
2005	100,464	113,473	88.54%	34,204
2006	113,473	182,378	62.22%	103,909
2007	133,572	232,235	57.52%	205,086
2008	191,126	259,371	73.69%	278,132

Information not available before April 30, 2004. Information will be accumulated until six years are present.

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2008

1. BUDGETS AND BUDGETARY ACCOUNTING

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual budgets are adopted for all funds except the Connection Fees Fund. All annual appropriations lapse at fiscal year end. No budget amendments were made in the current fiscal year.

The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

- a. During the first quarter of the year, the Village Administrator drafts an annual budget ordinance to be adopted by the Village Board. This ordinance appropriates such sums of money as are deemed necessary to defray all necessary expenses and liabilities of the Village. The ordinance also specifies the objects and purposes for which these appropriations are made and the amount appropriated for each.
- b. Prior to the adoption of the budget ordinance, the Village makes the proposed ordinance conveniently available to public inspection and holds at least one public hearing subsequent to published notice.
- c. Subsequent to the public hearing and before final action is taken on the budget ordinance, the Village Board may revise, alter, increase or decrease the items contained therein.
- d. Final action to adopt the appropriation for the year ended April 30 is taken by the Board before July 31.
- e. The Board may subsequently transfer appropriated amounts to other appropriations but not increase the overall appropriation of an individual fund without the passage of a supplemental appropriation.
- f. The legal level of budgetary control is at the fund level.
- g. Budgetary authority lapses at year end.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (Continued)

April 30, 2008

2. EXCESS OF EXPENDITURES OVER BUDGET

The following individual fund expenditures exceeded the final budget in the following amounts:

Fund	Final Budget	Actual
Parks and Recreation	\$ 109,103	\$ 201,611
Special Service Area #3 Project	1,552,998	2,485,910

COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES

MAJOR GOVERNMENTAL FUNDS

VILLAGE OF HAWTHORN WOODS, ILLINOIS
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
TAXES				
Property taxes	\$ 1,433,612	\$ 1,433,612	\$ 1,457,956	\$ 24,344
Road and bridge tax	20,000	20,000	24,253	4,253
Sales tax	128,100	128,100	134,837	6,737
Use tax	90,650	90,650	93,356	2,706
Income tax	594,050	594,050	592,297	(1,753)
Personal property replacement tax	1,635	1,635	1,996	361
Telecommunication tax	44,400	44,400	47,303	2,903
Total taxes	2,312,447	2,312,447	2,351,998	39,551
LICENSES, PERMITS AND FEES				
Licenses				
Liquor licenses	10,000	10,000	7,050	(2,950)
Vehicle licenses	143,000	143,000	153,253	10,253
Animal licenses	11,200	11,200	10,283	(917)
Franchise licenses	82,000	82,000	100,164	18,164
Business licenses	-	-	1,075	1,075
Other	71,000	71,000	48,625	(22,375)
Total licenses	317,200	317,200	320,450	3,250
Permits				
Special use	900	900	280	(620)
Variance permits	900	900	250	(650)
Subdivision reviews	12,100	12,100	3,450	(8,650)
Architectural reviews	1,000	1,000	185	(815)
Building permits	476,600	476,600	198,184	(278,416)
Uses and occupancy	13,125	13,125	7,650	(5,475)
Other permits	-	-	375	375
Total permits	504,625	504,625	210,374	(294,251)
Fees				
Annexation fees	127,300	127,300	3,000	(124,300)
Management fees	244,750	244,750	51,650	(193,100)
Recapture fees	11,000	11,000	-	(11,000)
Court fines	190,000	190,000	216,920	26,920
Village code violations	26,000	26,000	31,225	5,225
Adjudication fines	-	-	900	900
Police protection fees	-	-	756	756
Record requests	1,200	1,200	703	(497)
Engineering review fees	19,500	19,500	9,949	(9,551)
Architect plan reviewer fees	93,000	93,000	39,066	(53,934)
Inspection fees	156,900	156,900	85,792	(71,108)
Plumbing fixtures	49,160	49,160	16,739	(32,421)
Reimbursement fees	2,838,322	2,838,322	913,078	(1,925,244)
Fire suppression fees	-	-	7,904	7,904
Park program fees	12,760	12,760	62,126	49,366
Total fees	3,769,892	3,769,892	1,439,808	(2,330,084)
Total licenses, permits and fees	4,591,717	4,591,717	1,970,632	(2,621,085)

(This schedule is continued on the following page.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
INTERGOVERNMENTAL				
Grant revenue	\$ 47,656	\$ 47,656	\$ 29,101	\$ (18,555)
Total intergovernmental	47,656	47,656	29,101	(18,555)
INVESTMENT INCOME				
	90,000	90,000	59,492	(30,508)
MISCELLANEOUS				
Rental income	6,750	6,750	3,500	(3,250)
Donations	1,310,486	1,310,486	1,055,853	(254,633)
Public utilities	7,400	7,400	15,170	7,770
Yard stickers	10,500	10,500	10,632	132
Insurance reimbursement	-	-	44,205	44,205
Miscellaneous	80,890	80,890	60,499	(20,391)
Total miscellaneous	1,416,026	1,416,026	1,189,859	(226,167)
TOTAL REVENUES	\$ 8,457,846	\$ 8,457,846	\$ 5,601,082	\$ (2,856,764)

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
GENERAL GOVERNMENT				
Administration				
Personnel services				
Salaries	\$ 343,445	\$ 343,445	\$ 307,724	\$ (35,721)
IMRF	38,087	38,087	32,171	(5,916)
457 benefit plan	6,000	6,000	2,500	(3,500)
Health insurance	27,217	27,217	22,346	(4,871)
FICA matching	26,274	26,274	22,956	(3,318)
Contractual services				
Contract maintenance - equipment	500	500	-	(500)
Accounting	16,201	16,201	17,296	1,095
Legal	64,000	64,000	85,127	21,127
Other professional services	3,100	3,100	52,599	49,499
Credit card services	-	-	5,155	5,155
Postage	15,750	15,750	13,072	(2,678)
Telephone	12,400	12,400	11,531	(869)
Publishing/advertising	2,000	2,000	3,505	1,505
Printing/copying	6,930	6,930	4,815	(2,115)
Dues	9,956	9,956	6,749	(3,207)
Travel	4,400	4,400	1,798	(2,602)
Training	2,455	2,455	360	(2,095)
Publications	200	200	386	186
Liability insurance	69,638	69,638	92,022	22,384
Rental/lease	8,381	8,381	14,216	5,835
Recognition dinner	8,700	8,700	4,121	(4,579)
Donations	9,425	9,425	1,875	(7,550)
Other charges	15,900	15,900	8,829	(7,071)
Sales tax rebates	9,000	9,000	5,188	(3,812)
Contingency	40,000	40,000	-	(40,000)
Commodities				
Office supplies	8,300	8,300	4,616	(3,684)
Minor equipment	200	200	140	(60)
Miscellaneous	4,937	4,937	5,094	157
Total administration	753,396	753,396	726,191	(27,205)
Elected Officials				
Personal services				
Salaries	56,700	56,700	36,526	(20,174)
IMRF	1,793	1,793	1,409	(384)
Health insurance	51,958	51,958	51,304	(654)
FICA matching	4,330	4,330	1,957	(2,373)

(This schedule is continued on the following pages.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
GENERAL GOVERNMENT (Continued)				
Elected Officials (Continued)				
Contractual services				
Telephone	\$ 100	\$ 100	\$ -	\$ (100)
Printing/copying	-	-	2,095	2,095
Dues	2,450	2,450	3,149	699
Travel	5,250	5,250	6,481	1,231
Training	360	360	430	70
Publications	135	135	75	(60)
Miscellaneous	6,000	6,000	4,548	(1,452)
Total elected officials	129,076	129,076	107,974	(21,102)
Police Commission				
Professional services				
Legal	1,000	1,000	4,923	3,923
Other professional services	8,266	8,266	8,637	371
Contractual services				
Advertising	2,000	2,000	1,691	(309)
Printing and photocopying	300	300	-	(300)
Dues	375	375	825	450.00
Commodities				
Other supplies	50	50	352	302
Other charges	150	150	-	(150)
Total police commission	12,141	12,141	16,428	4,287
Technology				
Contractual services				
Telephone	300	300	-	(300)
Other professional services	18,049	18,049	21,669	3,620
Contract maintenance - equipment	6,361	6,361	6,660	299
Other charges	35,685	35,685	34,035	(1,650)
Capital outlay				
Equipment	16,228	16,228	8,450	(7,778)
Total technology	76,623	76,623	70,814	(5,809)
Total general government	971,236	971,236	921,407	(49,829)

(This schedule is continued on the following pages.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
BUILDING AND ZONING				
Administration				
Personnel services				
Salaries	\$ 146,502	\$ 146,502	\$ 98,895	\$ (47,607)
Overtime	-	-	1,143	1,143
IMRF	13,616	13,616	9,141	(4,475)
457 benefit plan	3,000	3,000	5,884	2,884
Health insurance	11,648	11,648	8,036	(3,612)
FICA matching	11,208	11,208	7,839	(3,369)
Contractual services				
Engineering	470,000	470,000	286,551	(183,449)
Legal	200,000	200,000	69,509	(130,491)
Planning services	42,800	42,800	27,611	(15,189)
Architectural services	93,000	93,000	39,165	(53,835)
Electric inspections	23,300	23,300	9,530	(13,770)
Plumbing inspections	43,300	43,300	21,440	(21,860)
Landscape review	25,000	25,000	8,664	(16,336)
Building inspections	90,300	90,300	43,599	(46,701)
Fire suppression	-	-	2,685	2,685
Publishing/advertising	3,500	3,500	3,265	(235)
Printing/copying	2,000	2,000	740	(1,260)
Dues	400	400	100	(300)
Travel	-	-	592	592
Other charges	2,020,800	2,020,800	720,235	(1,300,565)
Commodities				
Other charges	1,000	1,000	631	(369)
Total administration	3,201,374	3,201,374	1,365,255	(1,836,119)
Total building and zoning	3,201,374	3,201,374	1,365,255	(1,836,119)
PUBLIC SAFETY				
Police administration/operations				
Personnel services				
Salaries	987,937	987,937	941,076	(46,861)
Overtime	62,266	62,266	67,340	5,074
IMRF	4,551	4,551	4,584	33
Police Pension	232,236	232,236	191,126	(41,110)
Health insurance	99,274	99,274	91,611	(7,663)
FICA matching	16,911	16,911	16,682	(229)
Contractual services				
Contract maintenance - equipment	9,650	9,650	14,220	4,570
Legal services	140,000	140,000	163,380	23,380
Other professional services	4,000	4,000	3,240	(760)

(This schedule is continued on the following pages.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
PUBLIC SAFETY (Continued)				
Police administration/operations (Continued)				
Contractual services (Continued)				
Postage	\$ 400	\$ 400	\$ -	\$ (400)
Telephone	6,300	6,300	5,587	(713)
Printing/copying	4,000	4,000	3,090	(910)
Contract services	94,400	94,400	94,400	-
Dues	24,125	24,125	20,279	(3,846)
Travel	3,500	3,500	293	(3,207)
Training	11,500	11,500	12,327	827
Publications	650	650	168	(482)
Donations	300	300	200	(100)
Community relations	7,000	7,000	3,374	(3,626)
Other charges	9,500	9,500	6,777	(2,723)
Commodities				
Office supplies	3,500	3,500	2,621	(879)
Auto fuel and oil	31,000	31,000	41,191	10,191
Minor equipment	5,000	5,000	1,299	(3,701)
Vehicle supplies	11,500	11,500	3,883	(7,617)
Maintenance supplies	150	150	113	(37)
Uniforms	13,000	13,000	6,729	(6,271)
Other charges	3,000	3,000	1,771	(1,229)
Capital outlay				
Vehicles	53,000	53,000	52,985	(15)
Equipment	34,720	34,720	28,899	(5,821)
<hr/>				
Total police administration/operations	1,873,370	1,873,370	1,779,245	(94,125)
<hr/>				
Total public safety	1,873,370	1,873,370	1,779,245	(94,125)
<hr/>				
PUBLIC WORKS				
Administration				
Personnel services				
Salaries	429,260	429,260	359,146	(70,114)
Overtime	25,000	25,000	29,188	4,188
IMRF	48,623	48,623	40,337	(8,286)
Health insurance	55,962	55,962	48,964	(6,998)
FICA matching	34,750	34,750	28,722	(6,028)
Contractual services				
Vehicles	17,000	17,000	9,216	(7,784)
Signals	6,303	6,303	-	(6,303)
Drainage	6,000	6,000	959	(5,041)
Equipment	6,874	6,874	2,135	(4,739)

(This schedule is continued on the following pages.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
PUBLIC WORKS (Continued)				
Administration (Continued)				
Contractual services (Continued)				
Patching	\$ 8,000	\$ 8,000	\$ 2,099	\$ (5,901)
Street	60,000	60,000	78,153	18,153
Other	15,000	15,000	6,815	(8,185)
Legal	-	-	522	522
Other professional services	1,492	1,492	1,624	132
Telephone	4,625	4,625	3,573	(1,052)
Publishing/advertising	1,000	1,000	374	(626)
Printing/copying	200	200	82	(118)
Dues	1,200	1,200	1,214	14
Travel	2,000	2,000	74	(1,926)
Training	2,000	2,000	-	(2,000)
Publications	400	400	187	(213)
Public utilities	10,400	10,400	7,637	(2,763)
Rental/lease	3,000	3,000	489	(2,511)
Commodities				
Office supplies	1,700	1,700	1,307	(393)
Auto fuel and oil	21,000	21,000	35,278	14,278
Minor equipment	2,500	2,500	1,432	(1,068)
Small tools	2,000	2,000	1,808	(192)
Equipment supplies	4,000	4,000	2,441	(1,559)
Vehicle supplies	15,000	15,000	15,166	166
Maintenance supplies	5,000	5,000	2,246	(2,754)
Uniform allowance	7,190	7,190	5,002	(2,188)
Other charges	4,800	4,800	3,412	(1,388)
Capital outlay				
Vehicle	206,306	206,306	183,439	(22,867)
Equipment	111,209	111,209	-	(111,209)
Other improvements	15,332	15,332	-	(15,332)
Total administration	1,135,126	1,135,126	873,041	(262,085)
Building and Grounds				
Contractual services				
Contract maintenance - buildings	21,462	21,462	21,394	(68)
Professional services	56,656	56,656	52,838	(3,818)
Telephone	300	300	367	67
Public utilities	529	529	599	70
Commodities				
Maintenance supplies	3,000	3,000	1,883	(1,117)

(This schedule is continued on the following page.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
PUBLIC WORKS (Continued)				
Building and Grounds (Continued)				
Capital outlay				
Other improvements	\$ 8,748	\$ 8,748	\$ 5,418	\$ (3,330)
Total buildings and grounds	90,695	90,695	82,499	(8,196)
Park Maintenance				
Commodities				
Maintenance supplies	2,000	2,000	4,522	2,522
Contractual services				
Contract maintenance	110,695	110,695	98,751	(11,944)
Entertainment	31,401	31,401	31,603	202
Dues	52,749	52,749	52,749	-
Public utilities	3,205	3,205	4,068	863
Total park maintenance	200,050	200,050	191,693	(8,357)
Total public works	1,425,871	1,425,871	1,147,233	(278,638)
PARKS AND RECREATION				
Personnel services				
Salaries	31,811	31,811	31,757	(54)
IMRF	2,773	2,773	2,793	20
Health insurance	4,154	4,154	2,037	(2,117)
FICA matching	2,434	2,434	2,067	(367)
Contractual services				
Telephone	-	-	452	452
Printing/copying	-	-	5,055	5,055
Publications	-	-	72	72
Program expenses	4,705	4,705	21,289	16,584
Commodities				
Office supplies	-	-	854	854
Other charges	-	-	350	350
Capital outlay				
Equipment	-	-	2,015	2,015
Total parks and recreation	45,877	45,877	68,741	22,864
DEBT SERVICE				
Principal	38,885	38,885	25,514	(13,371)
Interest	8,131	8,131	1,393	(6,738)
Total debt service	47,016	47,016	26,907	(20,109)
TOTAL EXPENDITURES	\$ 7,564,744	\$ 7,564,744	\$ 5,308,788	\$ (2,255,956)

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
PARKS AND RECREATION FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
PARKS AND RECREATION				
Contractual services				
Legal	\$ -	\$ -	\$ (1,080)	\$ (1,080)
Other professional services	-	-	19,135	19,135
Miscellaneous	-	-	139	139
Commodities				
Other charges	-	-	66	66
Total parks and recreation	-	-	18,260	18,260
Capital outlay				
Equipment	28,440	28,440	69,239	40,799
Other improvements	80,663	80,663	114,112	33,449
Total capital outlay	109,103	109,103	183,351	74,248
TOTAL EXPENDITURES	\$ 109,103	\$ 109,103	\$ 201,611	\$ 92,508

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL SERVICE AREA #1 PROJECT FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
REVENUES				
Investment income	\$ 40,900	\$ 40,900	\$ 26,030	\$ (14,870)
Total revenues	40,900	40,900	26,030	(14,870)
EXPENDITURES				
Public works				
Contract maintenance - streets	873,160	873,160	533,065	(340,095)
Engineering	96,552	96,552	24,546	(72,006)
Other	-	-	729	729
Total expenditures	969,712	969,712	558,340	(411,372)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(928,812)	(928,812)	(532,310)	396,502
OTHER FINANCING SOURCES (USES)				
Transfers in	278,333	278,333	345,000	66,667
NET CHANGE IN FUND BALANCE	<u>\$ (650,479)</u>	<u>\$ (650,479)</u>	(187,310)	<u>\$ 463,169</u>
FUND BALANCE, MAY 1			<u>732,690</u>	
FUND BALANCE, APRIL 30			<u>\$ 545,380</u>	

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL SERVICE AREA #2 PROJECT FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 8,829	\$ 8,829
Investment income	61,250	61,250	42,984	(18,266)
Total revenues	61,250	61,250	51,813	(9,437)
EXPENDITURES				
Public works				
Contract maintenance - streets	909,657	909,657	700,866	(208,791)
Engineering	96,552	96,552	24,546	(72,006)
Other	-	-	729	729
Total expenditures	1,006,209	1,006,209	726,141	(280,068)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(944,959)	(944,959)	(674,328)	270,631
OTHER FINANCING SOURCES (USES)				
Transfers in	278,333	278,333	345,000	66,667
NET CHANGE IN FUND BALANCE	\$ (666,626)	\$ (666,626)	(329,328)	\$ 337,298
FUND BALANCE, MAY 1			1,226,138	
Prior period adjustment			12,695	
FUND BALANCE, RESTATED, MAY 1			1,238,833	
FUND BALANCE, APRIL 30			\$ 909,505	

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL SERVICE AREA #3 PROJECT FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
REVENUES				
Investment income	\$ 62,800	\$ 62,800	\$ 30,401	\$ (32,399)
Total revenues	62,800	62,800	30,401	(32,399)
EXPENDITURES				
Public works				
Contract maintenance - street	1,456,445	1,456,445	2,328,805	872,360
Engineering	96,553	96,553	156,340	59,787
Legal	-	-	36	36
Other	-	-	729	729
Total expenditures	1,552,998	1,552,998	2,485,910	932,912
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,490,198)	(1,490,198)	(2,455,509)	(965,311)
OTHER FINANCING SOURCES (USES)				
Transfers in	278,334	278,334	345,000	66,666
NET CHANGE IN FUND BALANCE	\$ (1,211,864)	\$ (1,211,864)	(2,110,509)	\$ (898,645)
FUND BALANCE, MAY 1			1,645,191	
FUND BALANCE (DEFICIT), APRIL 30			\$ (465,318)	

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL SERVICE AREA #4 PROJECT FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
REVENUES				
Investment income	\$ 90,000	\$ 90,000	\$ 122,787	\$ 32,787
Total revenues	90,000	90,000	122,787	32,787
EXPENDITURES				
Public works				
Contract maintenance - watermain	2,700,000	2,700,000	-	(2,700,000)
Engineering	300,000	300,000	244,662	(55,338)
Legal	-	-	1,600	1,600
Utilities	-	-	5,584	5,584
Other	-	-	7,770	7,770
Total expenditures	3,000,000	3,000,000	259,616	(2,740,384)
NET CHANGE IN FUND BALANCE	<u>\$ (2,910,000)</u>	<u>\$ (2,910,000)</u>	(136,829)	<u>\$ 2,773,171</u>
FUND BALANCE, MAY 1			<u>3,168,898</u>	
FUND BALANCE, APRIL 30			<u>\$ 3,032,069</u>	

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

VILLAGE OF HAWTHORN WOODS, ILLINOIS

BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2008

	Special Revenue		Total
	Motor Fuel Tax	Connection Fees	
ASSETS			
Cash and investments	\$ 507,420	\$ 66,773	\$ 574,193
Receivables			
Accounts	16,841	-	16,841
TOTAL ASSETS	\$ 524,261	\$ 66,773	\$ 591,034
LIABILITIES AND FUND BALANCES			
LIABILITIES			
None	\$ -	\$ -	\$ -
Total liabilities	-	-	-
FUND BALANCES			
Reserved for highways and streets	524,261	-	524,261
Unreserved	-	66,773	66,773
Total fund balances	524,261	66,773	591,034
TOTAL LIABILITIES AND FUND BALANCES	\$ 524,261	\$ 66,773	\$ 591,034

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2008

	Special Revenue		Total
	Motor Fuel Tax	Connection Fees	
REVENUES			
Intergovernmental	\$ 182,670	\$ -	\$ 182,670
Investment income	17,131	773	17,904
Miscellaneous	-	18,000	18,000
Total revenues	199,801	18,773	218,574
EXPENDITURES			
Current			
Public works	-	-	-
Capital outlay	-	8,000	8,000
Total expenditures	-	8,000	8,000
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	199,801	10,773	210,574
OTHER FINANCING SOURCES (USES)			
Transfers in	-	56,000	56,000
NET CHANGE IN FUND BALANCES	199,801	66,773	266,574
FUND BALANCES, MAY 1	324,460	-	324,460
FUND BALANCES, APRIL 30	\$ 524,261	\$ 66,773	\$ 591,034

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MOTOR FUEL TAX FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
REVENUES				
Intergovernmental				
Allotments earned	\$ 195,105	\$ 195,105	\$ 182,670	\$ (12,435)
Investment income	17,500	17,500	17,131	(369)
Total revenues	<u>212,605</u>	<u>212,605</u>	<u>199,801</u>	<u>(12,804)</u>
EXPENDITURES				
Public works				
Contract maintenance - street	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 212,605</u>	<u>\$ 212,605</u>	199,801	<u>\$ (12,804)</u>
FUND BALANCE, MAY 1			<u>324,460</u>	
FUND BALANCE, APRIL 30			<u>\$ 524,261</u>	

(See independent auditor's report.)

MAJOR ENTERPRISE FUND

VILLAGE OF HAWTHORN WOODS, ILLINOIS

COMBINING SCHEDULE OF NET ASSETS
AQUATIC CENTER ACCOUNTS

April 30, 2008

	Construction	Operating	Bond & Interest
CURRENT ASSETS			
Cash and investments	\$ 489,375	\$ 39,669	\$ 205,179
Due from other funds	12,695	-	-
Total current assets	502,070	39,669	205,179
NONCURRENT ASSETS			
Unamortized issuance costs	53,675	-	-
Capital assets			
Capital assets not being depreciated	417,459	-	-
Capital assets being depreciated	4,758,849	1,132	-
Net capital assets	5,176,308	1,132	-
Total assets	5,732,053	40,801	205,179
CURRENT LIABILITIES			
Accounts payable	339,000	-	-
Wages payable	-	2,210	-
Deposits payable	-	125	-
Interest payable	-	-	44,413
Compensated absences payable	-	67	-
Unearned revenue	-	44,392	-
Due to other funds	29,646	-	-
Total current liabilities	368,646	46,794	44,413
NONCURRENT LIABILITIES			
Compensated absences payable	-	269	-
Premium on bonds issued	27,124	-	-
Revenue bonds payable	2,805,000	-	-
Total noncurrent liabilities	2,832,124	269	-
Total liabilities	3,200,770	47,063	44,413
NET ASSETS			
Invested in capital assets, net of related debt	2,344,184	1,132	-
Restricted			
Debt service	-	-	160,766
Unrestricted	187,099	(7,394)	-
TOTAL NET ASSETS	\$ 2,531,283	\$ (6,262)	\$ 160,766

Reserve	Eliminations	Total
\$ 286,665	\$ -	\$ 1,020,888
-	-	12,695
286,665	-	1,033,583
-	-	53,675
-	-	417,459
-	-	4,759,981
-	-	5,177,440
286,665	-	6,264,698
-	-	339,000
-	-	2,210
-	-	125
-	-	44,413
-	-	67
-	-	44,392
-	-	29,646
-	-	459,853
-	-	269
-	-	27,124
-	-	2,805,000
-	-	2,832,393
-	-	3,292,246
-	-	2,345,316
286,665	-	447,431
-	-	179,705
\$ 286,665	\$ -	\$ 2,972,452

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
AQUATIC CENTER ACCOUNTS

For the Year Ended April 30, 2008

	Construction	Operating	Bond & Interest
OPERATING REVENUES			
Charges for service	\$ -	\$ 243,291	\$ -
Total operating revenues	-	243,291	-
OPERATING EXPENSES			
Personnel services	-	109,515	-
Contractual services	565,843	94,408	-
Commodities	77,757	32,951	-
Maintenance	45,132	6,762	-
Total operating expenses	688,732	243,636	-
OPERATING INCOME (LOSS)	(688,732)	(345)	-
NONOPERATING REVENUES (EXPENSES)			
Investment income	44,179	1,206	5,322
Miscellaneous	-	5,326	-
Interest expense	-	-	(116,583)
Total nonoperating revenues (expenses)	44,179	6,532	(111,261)
NET INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(644,553)	6,187	(111,261)
TRANSFERS			
Transfers in	-	-	272,027
Transfers (out)	(552,527)	-	-
Total transfers	(552,527)	-	272,027
CHANGE IN NET ASSETS	(1,197,080)	6,187	160,766
NET ASSETS, MAY 1	3,728,363	(12,449)	-
NET ASSETS, APRIL 30	\$ 2,531,283	\$ (6,262)	\$ 160,766

Reserve	Eliminations	Total
\$ -	\$ -	\$ 243,291
-	-	243,291
-	-	109,515
-	-	660,251
-	-	110,708
-	-	51,894
-	-	932,368
-	-	(689,077)
6,165	-	56,872
-	-	5,326
-	-	(116,583)
6,165	-	(54,385)
6,165	-	(743,462)
280,500	(552,527)	-
-	552,527	-
280,500	-	-
286,665	-	(743,462)
-	-	3,715,914
\$ 286,665	\$ -	\$ 2,972,452

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

COMBINING SCHEDULE OF CASH FLOWS
AQUATIC CENTER ACCOUNTS

For the Year Ended April 30, 2008

	Construction	Operating	Bond & Interest
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ -	\$ 186,858	\$ -
Payments to suppliers	(1,688,928)	(135,331)	-
Payments to employees	-	(108,110)	-
Net cash from operating activities	(1,688,928)	(56,583)	-
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Miscellaneous nonoperating receipts	-	5,326	-
Interfund transfer in	-	-	272,027
Interfund transfer (out)	(552,527)	-	-
Net cash from noncapital financing activities	(552,527)	5,326	272,027
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of capital assets	(2,452,316)	(1,132)	-
Bond proceeds	2,805,000	-	-
Premium on bonds issued	27,124	-	-
Bond issuance costs	(53,675)	-	-
Interest expense	-	-	(72,170)
Net cash from capital and related financing activities	326,133	(1,132)	(72,170)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	44,179	1,206	5,322
Net cash from investing activities	44,179	1,206	5,322
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,871,143)	(51,183)	205,179
CASH AND CASH EQUIVALENTS, MAY 1	2,360,518	90,852	-
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 489,375	\$ 39,669	\$ 205,179

Reserve	Total
\$ -	\$ 186,858
-	(1,824,259)
-	(108,110)
-	(1,745,511)
-	5,326
280,500	552,527
-	(552,527)
280,500	5,326
-	(2,453,448)
-	2,805,000
-	27,124
-	(53,675)
-	(72,170)
-	252,831
6,165	56,872
6,165	56,872
286,665	(1,430,482)
-	2,451,370
\$ 286,665	\$ 1,020,888

(This schedule is continued on the following page.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS
 COMBINING SCHEDULE OF CASH FLOWS (Continued)
 AQUATIC CENTER ACCOUNTS

For the Year Ended April 30, 2008

	Construction	Operating	Bond & Interest
RECONCILIATION OF OPERATING INCOME (loss)			
TO NET CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	\$ (688,732)	\$ (345)	\$ -
Adjustments to reconcile operating income (loss) to net cash from operating activities			
Increase (decrease) in			
Accounts payable	(866,294)	(1,335)	-
Retainage payable	(150,853)	-	-
Deposits payable	-	125	-
Deferred revenue	-	(56,433)	-
Due from other funds	(12,695)	-	-
Due to other funds	29,646	-	-
Compensated absences payable	-	336	-
Wages payable	-	1,069	-
NET CASH FROM OPERATING ACTIVITIES	\$ (1,688,928)	\$ (56,583)	\$ -

Reserve	Total
\$ -	\$ (689,077)
-	(867,629)
-	(150,853)
-	125
-	(56,433)
-	(12,695)
-	29,646
-	336
-	1,069
\$ -	\$ (1,745,511)

(See independent auditor's report.)

FIDUCIARY FUNDS

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF CHANGES IN PLAN NET ASSETS - BUDGET AND ACTUAL
POLICE PENSION FUND

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance Over (Under)
ADDITIONS				
Contributions				
Employer	\$ 232,236	\$ 232,236	\$ 191,126	\$ (41,110)
Employee	97,734	97,734	88,762	(8,972)
Total contributions	329,970	329,970	279,888	(50,082)
Investment income				
Interest	24,000	24,000	40,085	16,085
Total investment income	24,000	24,000	40,085	16,085
Total additions	353,970	353,970	319,973	(33,997)
DEDUCTIONS				
Benefits and refunds	34,104	34,104	41,632	7,528
Administration	6,270	6,270	4,131	(2,139)
Total deductions	40,374	40,374	45,763	5,389
NET INCREASE	\$ 313,596	\$ 313,596	274,210	\$ (39,386)
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS				
May 1			<u>717,539</u>	
April 30			<u>\$ 991,749</u>	

(See independent auditor's report.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS

For the Year Ended April 30, 2008

ALL FUNDS

	Balances May 1	Additions	Deductions	Balances April 30
ASSETS				
Cash and investments	\$ 506,228	\$ 892,684	\$ 1,054,835	\$ 344,077
TOTAL ASSETS	\$ 506,228	\$ 892,684	\$ 1,054,835	\$ 344,077
LIABILITIES				
Due to others	\$ 506,228	\$ 892,684	\$ 1,054,835	\$ 344,077
TOTAL LIABILITIES	\$ 506,228	\$ 892,684	\$ 1,054,835	\$ 344,077

**SPECIAL SERVICE AREA #1
PROJECT - DEBT SERVICE**

	Balances May 1	Additions	Deductions	Balances April 30
ASSETS				
Cash and investments	\$ 16,556	\$ 292,806	\$ 285,335	\$ 24,027
TOTAL ASSETS	\$ 16,556	\$ 292,806	\$ 285,335	\$ 24,027
LIABILITIES				
Due to others	\$ 16,556	\$ 292,806	\$ 285,335	\$ 24,027
TOTAL LIABILITIES	\$ 16,556	\$ 292,806	\$ 285,335	\$ 24,027

(This statement is continued on the following pages.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS

For the Year Ended April 30, 2008

**SPECIAL SERVICE AREA #2
PROJECT - DEBT SERVICE**

	Balances May 1	Additions	Deductions	Balances April 30
ASSETS				
Cash and investments	\$ 17,776	\$ 293,924	\$ 285,335	\$ 26,365
TOTAL ASSETS	\$ 17,776	\$ 293,924	\$ 285,335	\$ 26,365
LIABILITIES				
Due to others	\$ 17,776	\$ 293,924	\$ 285,335	\$ 26,365
TOTAL LIABILITIES	\$ 17,776	\$ 293,924	\$ 285,335	\$ 26,365

**SPECIAL SERVICE AREA #3
PROJECT - DEBT SERVICE**

	Balances May 1	Additions	Deductions	Balances April 30
ASSETS				
Cash and investments	\$ 18,516	\$ 292,938	\$ 285,335	\$ 26,119
TOTAL ASSETS	\$ 18,516	\$ 292,938	\$ 285,335	\$ 26,119
LIABILITIES				
Due to others	\$ 18,516	\$ 292,938	\$ 285,335	\$ 26,119
TOTAL LIABILITIES	\$ 18,516	\$ 292,938	\$ 285,335	\$ 26,119

(This statement is continued on the following page.)

VILLAGE OF HAWTHORN WOODS, ILLINOIS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS

For the Year Ended April 30, 2008

**SPECIAL SERVICE AREA #4
PROJECT - DEBT SERVICE**

	Balances May 1	Additions	Deductions	Balances April 30
ASSETS				
Cash and investments	\$ 453,380	\$ 13,016	\$ 198,830	\$ 267,566
TOTAL ASSETS	\$ 453,380	\$ 13,016	\$ 198,830	\$ 267,566
LIABILITIES				
Due to others	\$ 453,380	\$ 13,016	\$ 198,830	\$ 267,566
TOTAL LIABILITIES	\$ 453,380	\$ 13,016	\$ 198,830	\$ 267,566

(See independent auditor's report.)

STATISICAL SECTION

This part of the Village of Hawthorn Woods' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	78-83
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.	84-87
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	88-92
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	93-94
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	95-97

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village implemented GASB Statement 34 in 2005; schedules presenting government-wide information include information beginning in that year.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

NET ASSETS BY COMPONENT

Last Four Fiscal Years

Fiscal Year	2005	2006	2007	2008
GOVERNMENTAL ACTIVITIES				
Invested in capital assets, net of related debt	\$ 3,364,719	\$ 8,381,071	\$ 12,877,625	\$ 12,816,465
Restricted	6,111,062	7,981,508	7,427,286	5,226,866
Unrestricted	4,319,926	3,603,532	996,608	(165,414)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 13,795,707	\$ 19,966,111	\$ 21,301,519	\$ 17,877,917
BUSINESS-TYPE ACTIVITIES				
Invested in capital assets, net of related debt	\$ -	\$ -	\$ 2,723,992	\$ 2,345,316
Restricted	-	-	-	447,431
Unrestricted	-	-	991,922	179,705
TOTAL BUSINESS-TYPE ACTIVITIES	\$ -	\$ -	\$ 3,715,914	\$ 2,972,452
PRIMARY GOVERNMENT				
Invested in capital assets, net of related debt	\$ 3,364,719	\$ 8,381,071	\$ 15,601,617	\$ 15,161,781
Restricted	6,111,062	7,981,508	7,427,286	5,674,297
Unrestricted	4,319,926	3,603,532	1,988,530	14,291
TOTAL PRIMARY GOVERNMENT	\$ 13,795,707	\$ 19,966,111	\$ 25,017,433	\$ 20,850,369

Note: The Village implemented GASB S34 for its year ended April 30, 2005.

Data Source

Audited Financial Statements

VILLAGE OF HAWTHORN WOODS, ILLINOIS

CHANGE IN NET ASSETS

Last Four Fiscal Years

Fiscal Year	2005	2006	2007	2008
EXPENSES				
Governmental Activities				
General government	\$ 2,026,879	\$ 2,038,714	\$ 868,301	\$ 934,205
Building and zoning	-	-	999,072	1,364,665
Public safety	1,126,909	1,282,082	1,605,160	1,820,217
Buildings and grounds	132,610	24,251	-	-
Public works	-	-	4,183,459	5,089,875
Streets and bridges	3,519,409	4,102,918	-	-
Parks and recreation	145,882	101,391	93,776	348,662
Interest	-	-	7,076	1,393
Total governmental activities expenses	<u>6,951,689</u>	<u>7,549,356</u>	<u>7,756,844</u>	<u>9,559,017</u>
Business-Type Activities				
Aquatics	-	-	12,525	1,048,951
Total business-type activities expenses	<u>-</u>	<u>-</u>	<u>12,525</u>	<u>1,048,951</u>
TOTAL PRIMARY GOVERNMENT EXPENSES	<u>\$ 6,951,689</u>	<u>\$ 7,549,356</u>	<u>\$ 7,769,369</u>	<u>\$ 10,607,968</u>
PROGRAM REVENUES				
Governmental Activities				
Charges for services				
General government	\$ 1,948,771	\$ 2,528,832	\$ 442,180	\$ 372,551
Building and zoning	-	-	1,029,777	1,327,363
Public safety	52,416	214,318	242,085	278,600
Buildings and grounds	-	-	-	-
Public works	-	-	-	-
Streets and bridges	835,000	-	-	-
Parks and recreation	-	3,525,500	1,154	62,126
Operating grants and contributions	225,836	269,321	192,716	211,771
Capital grants and contributions	-	-	7,750,072	8,829
Total governmental activities program revenues	<u>3,062,023</u>	<u>6,537,971</u>	<u>9,657,984</u>	<u>2,261,240</u>
Business-Type Activities				
Charges for services				
Aquatics	-	-	-	243,291
Operating grants and contributions	-	-	-	-
Capital grants and contributions	-	-	10,000	-
Total business-type activities program revenues	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>243,291</u>
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	<u>\$ 3,062,023</u>	<u>\$ 6,537,971</u>	<u>\$ 9,667,984</u>	<u>\$ 2,504,531</u>
NET (EXPENSES) REVENUES				
Governmental activities	\$ (3,889,666)	\$ (1,011,385)	\$ 1,901,140	\$ (7,297,777)
Business-type activities	-	-	(2,525)	(805,660)
TOTAL PRIMARY GOVERNMENT NET (EXPENSES) REVENUES	<u>\$ (3,889,666)</u>	<u>\$ (1,011,385)</u>	<u>\$ 1,898,615</u>	<u>\$ (8,103,437)</u>

VILLAGE OF HAWTHORN WOODS, ILLINOIS

CHANGE IN NET ASSETS (Continued)

Last Four Fiscal Years

Fiscal Year	2005	2006	2007	2008
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS				
Governmental Activities				
Taxes				
Property	\$ 1,109,660	\$ 1,193,526	\$ 1,318,803	\$ 1,457,956
Road and bridge	16,643	17,036	19,323	24,253
Sales	179,902	125,850	122,734	134,837
Income and local use	407,213	532,097	584,360	685,653
Telecommunications	40,877	38,319	43,887	47,303
Replacement tax	1,204	1,584	1,722	1,996
Investment income	251,952	388,173	375,681	307,352
Miscellaneous	230,235	196,325	541,359	1,277,528
Gain on sale of capital assets	6,113	-	-	-
Total governmental activities	2,243,799	2,492,910	3,007,869	3,936,878
Business-Type Activities				
Investment income	-	-	144,838	56,872
Miscellaneous	-	-	-	5,326
Total business-type activities	-	-	144,838	62,198
TOTAL PRIMARY GOVERNMENT	\$ 2,243,799	\$ 2,492,910	\$ 3,152,707	\$ 3,999,076
CHANGE IN NET ASSETS				
Governmental activities	\$ (1,645,867)	\$ 1,481,525	\$ 4,909,009	\$ (3,360,899)
Business-type activities	-	-	142,313	(743,462)
TOTAL PRIMARY GOVERNMENT CHANGE IN NET ASSETS	\$ (1,645,867)	\$ 1,481,525	\$ 5,051,322	\$ (4,104,361)

Note: The Village implemented GASB S34 for its year ended April 30, 2005.

Data Source

Audited Financial Statements

VILLAGE OF HAWTHORN WOODS, ILLINOIS
 FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
GENERAL FUND										
Reserved	\$ 109,584	\$ -	\$ -	\$ -	\$ -	\$ 1,399,599	\$ -	\$ -	\$ 47,383	\$ -
Unreserved	1,202,649	1,641,693	1,752,037	1,545,007	1,946,967	2,448,709	3,081,955	3,965,577	1,261,649	550,432
TOTAL GENERAL FUND	\$ 1,312,233	\$ 1,641,693	\$ 1,752,037	\$ 1,545,007	\$ 1,946,967	\$ 3,848,308	\$ 3,081,955	\$ 3,965,577	\$ 1,309,032	\$ 550,432
ALL OTHER GOVERNMENTAL FUNDS										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,111,062	\$ 7,935,701	\$ 7,379,903	\$ 5,226,866
Unreserved, reported in										
Special Revenue Funds	125,283	128,442	60,465	26,711	36,270	159,041	1,354,673	-	-	66,773
Capital Projects Funds	-	-	-	-	-	7,745,908	-	-	-	(465,318)
Permanent Funds	44,017	44,017	44,017	44,568	44,568	44,568	-	-	-	-
TOTAL ALL OTHER GOVERNMENT FUNDS	\$ 169,300	\$ 172,459	\$ 104,482	\$ 71,279	\$ 80,838	\$ 7,949,517	\$ 7,465,735	\$ 7,935,701	\$ 7,379,903	\$ 4,828,321

Note: The substantial increase in reserved fund balance in the Other Governmental Funds for 2004 is due to the issuance Unlimited Ad Valorem Tax Bonds, Series 2003A, 2003B and 2003 C and 2004A, 2004B, and 2004C for Special Service Areas 1, 2 and 3.

Data Source

Audited Financial Statements

VILLAGE OF HAWTHORN WOODS, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
REVENUES										
Taxes	\$ 1,293,972	\$ 1,360,634	\$ 1,417,305	\$ 1,512,851	\$ 1,587,294	\$ 1,597,921	\$ 1,714,623	\$ 1,870,093	\$ 2,090,829	\$ 2,351,998
Licenses, permits and fees	536,686	479,760	518,964	686,467	912,186	2,014,039	2,877,063	2,806,969	1,689,836	1,970,632
Intergovernmental	108,915	126,388	132,522	263,593	177,364	177,025	225,836	269,321	192,716	220,600
Developer park donations	162,335	232,250	233,679	172,276	470,053	1,113,869	32,859	68,932	-	-
Investment income	93,414	63,352	136,857	107,661	84,707	190,866	251,952	388,173	375,681	307,352
Contribution from property owners	-	-	-	-	-	10,451,383	-	-	3,345,218	-
Miscellaneous	121,270	183,832	48,049	131,359	133,489	879,091	197,376	3,627,393	566,719	1,347,536
Total revenues	2,316,592	2,446,216	2,487,376	2,874,207	3,365,093	16,424,194	5,299,709	9,030,881	8,260,999	6,198,118
EXPENDITURES										
General government	576,834	501,059	519,625	659,694	894,266	2,215,176	2,011,744	2,025,831	921,354	921,407
Building and zoning	-	-	-	-	-	-	-	-	999,072	1,365,255
Public safety	598,138	670,532	732,027	699,074	838,579	950,491	1,148,993	1,270,570	1,514,586	1,779,245
Buildings and grounds	136,310	137,114	90,516	68,565	83,825	96,463	98,159	106,155	-	-
Public works	-	-	-	-	-	-	-	-	4,181,851	5,177,240
Streets and bridges	485,911	697,509	943,819	1,225,586	960,302	3,219,735	3,484,958	4,184,822	-	-
Parks and recreation	162,042	111,613	159,022	461,521	176,602	172,309	117,186	94,096	23,337	87,001
Capital outlay	-	-	-	-	-	-	11,091	126,640	147,158	191,351
Debt service										
Principal	-	-	-	-	-	-	-	-	105,307	25,514
Interest and fiscal charges	-	-	-	-	-	-	-	-	7,076	1,393
Total expenditures	1,959,235	2,117,827	2,445,009	3,114,440	2,953,574	6,654,174	6,872,131	7,808,114	7,899,741	9,548,406
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	357,357	328,389	42,367	(240,233)	411,519	9,770,020	(1,572,422)	1,222,767	361,258	(3,350,288)

Fiscal Year	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
OTHER FINANCING SOURCES (USES)										
Transfers in	\$ -	\$ 4,230	\$ -	\$ -	\$ -	\$ -	\$ 2,700	\$ 50,208	\$ 4,505,399	\$ 1,091,000
Transfers (out)	-	-	-	-	-	-	(2,700)	(50,208)	(4,505,399)	(1,091,000)
Sale of capital assets	-	-	-	-	-	-	6,580	-	-	-
Installment contracts issued	-	-	-	-	-	-	-	130,821	-	102,809
Total other financing sources (uses)	-	4,230	-	-	-	-	6,580	130,821	-	102,809
NET CHANGE IN FUND BALANCES	\$ 357,357	\$ 332,619	\$ 42,367	\$ (240,233)	\$ 411,519	\$ 9,770,020	\$ (1,565,842)	\$ 1,353,588	\$ 361,258	\$ (3,247,479)
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	1.55%	0.30%

Data Source

Audited Financial Statements

VILLAGE OF HAWTHORN WOODS, ILLINOIS

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Residential Property	Commercial Property	Farm Property	Railroad Property	Total Taxable Assessed Value	Total Direct Tax Rate (A)	Estimated Actual Taxable Value	Estimated Actual Taxable Value
1999	\$ 209,259,518	\$ 641,842	\$ 1,265,130	\$ 3,603	\$ 211,170,093	0.427	\$ 633,510,279	33.333%
2000	219,737,352	659,537	1,448,702	3,854	221,849,445	0.428	665,548,335	33.333%
2001	234,927,913	723,388	1,777,579	3,167	237,432,047	0.422	712,296,141	33.333%
2002	261,846,295	824,388	1,329,231	2,912	264,002,826	0.397	792,008,478	33.333%
2003	302,228,324	1,115,573	1,694,843	4,514	305,043,254	1.186	915,129,762	33.333%
2004	326,129,442	1,647,673	1,623,579	4,633	329,405,327	1.152	988,215,981	33.333%
2005	367,957,407	3,981,627	1,936,706	4,263	373,880,003	1.068	1,121,640,009	33.333%
2006	418,880,744	3,312,752	2,409,922	4,587	424,608,005	0.993	1,273,824,015	33.333%
2007	467,631,887	5,976,372	2,068,251	6,233	475,682,743	-	1,427,048,229	33.333%
2008	(B)							

(A) Property tax rates are per \$100 of assessed valuation.

(B) 2008 Tax Rates and valuations were not available at the time of issuance of this report.

Data Source

Office of the Lake County Clerk

VILLAGE OF HAWTHORN WOODS, ILLINOIS
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
ELA TOWNSHIP

Last Ten Levy Years

Tax Levy Year	1999	2000	2001	2002	2003	2004	2005	2006	2007
Village Direct Rates (A)									
Corporate	0.284	0.271	0.265	0.250	0.225	0.201	0.224	0.224	0.222
Police protection	0.072	0.063	0.065	0.063	0.064	0.044	0.054	0.051	0.047
Street and bridge - Ela	0.069	0.081	0.078	0.070	0.057	0.091	0.048	0.043	0.037
Audit tax	0.002	0.000	0.000	0.000	0.000	0.002	0.005	0.003	0.003
Liability insurance	0.000	0.013	0.014	0.014	0.016	0.015	0.014	0.012	0.011
Unemployment insurance	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Special recreation	0.000	0.000	0.000	0.000	0.007	0.011	0.010	0.013	0.013
Total direct rate without SSAs	0.427	0.428	0.422	0.397	0.369	0.364	0.355	0.346	0.333
Special Service Areas									
SSA #1	0.000	0.000	0.000	0.000	0.288	0.280	0.260	0.249	0.231
SSA #2	0.000	0.000	0.000	0.000	0.274	0.265	0.219	0.170	0.148
SSA #3	0.000	0.000	0.000	0.000	0.255	0.243	0.234	0.228	0.209
Total direct rate with SSAs	0.427	0.428	0.422	0.397	1.186	1.152	1.068	0.993	0.921
Overlapping Rates									
Lake County	0.521	0.521	0.516	0.502	0.490	0.465	0.454	0.450	0.444
Lake County Forest Preserve	0.187	0.231	0.221	0.232	0.225	0.219	0.210	0.204	0.201
Ela Township-Corp	0.100	0.094	0.096	0.093	0.086	0.085	0.085	0.086	0.082
Ela Township-R & B	0.011	0.011	0.012	0.013	0.011	0.011	0.010	0.010	0.010
Ela Township- Gravel	0.030	0.030	0.030	0.030	0.029	0.030	0.030	0.032	0.032
School District #95	3.925	4.022	4.484	4.366	4.092	4.082	4.040	3.992	3.830
School District #96	3.052	3.060	2.951	3.013	2.940	3.038	3.000	2.989	2.772
School District #79	2.709	2.689	2.670	2.582	2.635	2.572	2.565	2.529	2.379
Consolidated H.S. District #125	1.835	1.904	1.864	1.890	1.940	2.062	2.112	2.134	2.114
Community College #532	0.213	0.235	0.211	0.208	0.201	0.200	0.197	0.195	0.192
Ela Area Library	0.408	0.396	0.387	0.371	0.343	0.334	0.323	0.317	0.306
Countryside Fire District	0.470	0.462	0.458	0.436	0.420	0.422	0.400	0.398	0.390
Lake Zurich Fire District	0.315	0.305	0.298	0.378	0.365	0.358	0.493	0.511	0.547
Wauconda Fire District	0.492	0.494	0.492	0.466	0.450	0.450	0.434	0.425	0.421
Long Grove Fire District	0.275	0.273	0.518	0.514	0.503	0.547	0.526	0.549	0.547
TOTAL TAX RATE PER \$100 OF ASSESSED VALUATION	14.970	15.155	15.630	15.491	15.916	16.027	15.947	15.814	15.188
SHARE OF TOTAL TAX RATE LEVIED BY THE VILLAGE OF HAWTHORN WOODS (C)	2.9%	2.8%	2.7%	2.6%	4.1%	4.0%	3.9%	3.8%	3.7%

The Village lies in Ela Township and Fremont Township. Only Ela Township is reflected as it represents 88% of the Village's assessed valuation.

(A) Property tax rates are per \$100 of assessed valuation.

(B) 2008 Tax Rates were not available at the time of issuance of this report.

(C) SSA #1 only is included in the share of total tax rate levied by the Village.

Data Source

Office of the County Clerk

VILLAGE OF HAWTHORN WOODS, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Seven Years Ago

Taxpayer	2007 Tax Levy			2000 Tax Levy		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Hawthorn Woods Country Club LLC	\$ 1,593,637	1	0.34%			
Toll Brothers	1,019,264	2	0.21%			
Toll IL HWCC, LP	963,564	3	0.20%			
Aqua Illinois, Inc	963,564	4	0.20%			
Bank of Waukegan	668,841	5	0.14%			
Individual	542,541	6	0.11%			
Boss Hob, LLC	512,683	7	0.11%			
Individual	463,472	8	0.10%	\$ 357,391	2	0.16%
Individual	451,964	9	0.10%	341,458	3	0.15%
Individual	444,165	10	0.09%	288,558	4	0.13%
Individual				274,163	8	0.12%
Parkway Bank and Trust Company				580,241	1	0.26%
Individual				285,692	5	0.13%
Individual				276,619	6	0.12%
Individual				274,379	7	0.12%
Individual				273,743	9	0.12%
Individual				271,211	10	0.12%
	<u>\$ 7,623,695</u>		<u>1.60%</u>	<u>\$ 3,223,455</u>		<u>1.43%</u>

Note: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked.

Information was not available prior to the 2000 tax levy.

Data Source

Office of the Lake County Clerk

VILLAGE OF HAWTHORN WOODS, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Levied	Levy Collections	
		Amount	Percentage of Levy
1999	\$ 898,168	\$ 897,098	99.88%
2000	946,269	946,460	100.02%
2001	997,888	998,310	100.04%
2002	1,043,522	1,043,046	99.95%
2003	1,939,804	1,935,603	99.78%
2004	2,043,287	2,041,151	99.90%
2005	2,191,419	2,188,454	99.86%
2006	2,334,932	2,332,597	99.90%
2007	2,603,490	N/A	N/A
2008	(A)		

(A) Collections for the 2007 and 2008 Tax Levy Year will not be received until fiscal year 2009 and fiscal year 2010, respectively.

Note: Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

Note: Collection of property tax in subsequent years is immaterial.

Data Source

Office of the County Clerk

VILLAGE OF HAWTHORN WOODS, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities		Business-Type Activities			Total Primary Government	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	Installment Contracts Payable	General Obligation Bonds	Revenue Bonds Payable	Capital Leases			
1999	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	-
2000	-	-	-	-	-	-	0.00%	-
2001	-	-	-	-	-	-	0.00%	-
2002	-	-	-	-	-	-	0.00%	-
2003	-	-	-	-	-	-	0.00%	-
2004	-	-	-	-	-	-	0.00%	-
2005	-	-	-	-	-	-	0.00%	-
2006	-	130,821	-	-	-	130,821	0.04%	22
2007	-	25,514	-	-	-	25,514	0.01%	4
2008	-	102,809	-	2,805,000	-	2,907,809	0.98%	377

Note: Details of the Village's outstanding debt can be found in the notes to the financial statements.

* See the Schedule of Demographic and Economic Statistics on page 93 for personal income and population data.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

The Village of Hawthorn Woods has had no General Bonded Debt Outstanding in the last ten fiscal years.

VILLAGE OF HAWTHORN WOODS, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

April 30, 2008

Governmental Unit	Gross Debt (A)	Percentage Debt Applicable to the Village of Hawthorn Woods (B)	Village of Hawthorn Woods Share of Debt
Village of Hawthorn Woods	\$ -	100.000%	\$ -
Lake County, including Forest Preserve District	206,524,438	1.550%	3,201,129
School District #95	54,113,612	15.380%	8,322,674
School District #96	13,090,000	0.690%	90,321
School District #79	31,493,594	23.210%	7,309,663
H.S. District #125	35,828,616	3.240%	1,160,847
Community College #532	12,672,475	1.640%	207,829
Ela Area Library	12,040,000	19.960%	2,403,184
Village Special Service Areas #1, 2 and #3	<u>13,130,000</u>	100.000%	<u>13,130,000</u>
TOTAL OVERLAPPING DEBT	<u><u>\$ 378,892,735</u></u>		<u><u>\$ 35,825,646</u></u>
TOTAL DIRECT AND OVERLAPPING DEBT	<u><u>\$ 378,892,735</u></u>		<u><u>\$ 35,825,646</u></u>

(A) Gross debt is calculated as of April 30, 2008.

(B) Determined by ratio of assessed valuation of property subject to taxation in the Village of Hawthorn Woods to valuation of property subject to taxation in overlapping unit.

(C) Overlapping percentages are based on 2007 EAVs, the most current available.

Data Source

Office of the Lake County Clerk

VILLAGE OF HAWTHORN WOODS, ILLINOIS

PLEDGED REVENUE COVERAGE

Last Ten Fiscal Years

Fiscal Year Ended April 30	Revenues*	Principal	Interest	Coverage
1999	\$ -	\$ -	\$ -	\$ -
2000	-	-	-	-
2001	-	-	-	-
2002	-	-	-	-
2003	-	-	-	-
2004	-	-	-	-
2005	-	-	-	-
2006	-	-	-	-
2007	-	-	-	-
2008	272,027	-	-	-

Revenue Bonds were issued June 15, 2007; no principal or interest payments were required during fiscal year 2008.

*As defined in applicable bond indentures and governing laws.

Data Source: Village Records

VILLAGE OF HAWTHORN WOODS, ILLINOIS

SCHEDULE OF LEGAL DEBT MARGIN

April 30, 2008

Maximum allowable general obligation debt (8.625% of assessed valuation of \$475,682,753)	\$ 41,027,637
General Obligation bonds	<u>-</u>
LEGAL DEBT MARGIN	<u><u>\$ 41,027,637</u></u>

VILLAGE OF HAWTHORN WOODS, ILLINOIS
 DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	(1) Population	(1) Personal Income	(1) Per Capita Personal Income	(2) Unemployment Rate
1999	4,423	N/A	N/A	0.6
2000	6,002	\$ 296,174,692	\$ 49,346	0.9
2001	6,002	296,174,692	49,346	0.9
2002	6,002	296,174,692	49,346	1.0
2003	6,002	296,174,692	49,346	0.6
2004	6,002	296,174,692	49,346	0.9
2005	6,002	296,174,692	49,346	1.2
2006	6,002	296,174,692	49,346	0.8
2007	6,002	296,174,692	49,346	4.6
2008	7,716	296,174,692	49,346	5.1

Data Sources

- (1) U.S. Department of Commerce, Bureau of the Census
- (2) Illinois Bureau of Employment Security

VILLAGE OF HAWTHORN WOODS, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Eight Years Ago

Employer	2008			2000		
	Employees	Rank	% of Total Village Population	Employees	Rank	% of Total Village Population
Community Unit School District-						
Spencer Loomis	90.0	1	1.2%			
Kemper Sports	70.0	2	0.9%			
Toll Brothers	45.0	3	0.6%			
Village of Hawthorn Woods	30.0	4	0.4%	20.0	1	0.3%
Hawthorn Gardens	27.0	5	0.3%	18.0	3	0.3%
Barn Nursery	22.0	6	0.3%	11.0	6	0.2%
Country Bumpkin	20.0	7	0.3%	15.0	4	0.2%
St. Matthew Lutheran Church and School	19.0	8	0.2%	18.5	2	0.3%
RH Insurance	14.0	9	0.2%			
Toddler Tyme	13.0	10	0.2%	13.0	5	0.2%
Red Coat Farm				9.0	8	0.1%
Oregonos				10.5	7	0.2%
Cambridge Bank				4.5	9	0.1%
CherryHill Cleaners				4.0	10	0.1%
TOTAL	<u>350</u>			<u>124</u>		

The most recent information is from the Year 2000.

Data Source

Village Records

VILLAGE OF HAWTHORN WOODS, ILLINOIS

FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
GENERAL GOVERNMENT										
Administration	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	3.0	3.0
Finance	1.0	1.0	1.0	1.0	1.0	1.5	1.5	2.0	2.0	1.0
Building and zoning	2.0	2.0	1.5	2.5	2.5	2.5	2.5	3.5	3.5	1.0
Parks and recreation	-	-	-	-	-	-	-	-	1.0	1.0
PUBLIC SAFETY										
Administration	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Officers	7.0	8.0	9.0	10.0	11.0	13.0	13.0	15.0	15.0	11.0
HIGHWAYS AND STREETS										
Administration	1.0	1.0	1.0	1.5	1.5	2.0	2.0	2.0	2.0	1.0
Street maintenance	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	3.0
TOTAL	19.0	20.0	20.5	23.0	24.0	27.0	27.0	30.5	32.5	22.0

Data Source

Village Records

VILLAGE OF HAWTHORN WOODS, ILLINOIS

OPERATING INDICATORS

Last Ten Fiscal Years

Function/Program	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
PUBLIC SAFETY										
Police										
Physical arrests	N/A	N/A	67	66	78	138	135	209	232	212
Parking violations	N/A	150	257	508						
Traffic violations	1,420	1,801	1,506	1,879	1,387	3,174	3,167	3,248	3,734	2,624
PUBLIC WORKS										
Vehicles maintained by dept	14.0	14.0	15.0	15.0	16.0	18.0	20.0	21.0	20.0	20.0
Street reconstruction (miles)	0.5	0.5	0.5	0.5	4.0	4.0	4.0	4.0	4.5	3.0
Street resurfacing (miles)	1.0	1.0	1.0	1.0	3.0	3.0	3.0	3.0	1.0	2.0

N/A - Data was not available

Data Source

Various Village departments

VILLAGE OF HAWTHORN WOODS, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
PUBLIC SAFETY										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Area patrols	1	1	1	1	1	1	1	2	2	2
Patrol units	7	8	9	10	11	13	13	15	16	10
PUBLIC WORKS										
Miles of streets	45.4	46.4	46.4	46.4	46.4	47.4	47.4	47.4	47.4	58.0
Streetlights	35	35	35	35	35	38	38	38	38	38
Traffic signals	2	2	2	2	2	2	2	2	2	2
WASTEWATER										
Storm sewers	17	19	19	19	22	22	22	24	24	24

N/A - Data was not available

Data Source

Various Village departments